1	BEFORE THE		
2	ILLINOIS COMMERCE COMMISSION		
3			
4	ENBRIDGE PIPELINES (ILLINOIS) LLC )		
5	Application pursuant to Sections ) 07-0446 8-503, 8-509 and 15-401 of the )		
6	Public Utilities Act - the Common ) Carrier by Pipeline Law to )		
7	Construct and Operate a Petroleum ) Pipeline and when necessary, to )		
8	Take Private Property as Provided ) by the Law of Eminent Domain. )		
9	by the naw or Emilient Domain.		
10	Springfield, Illinois		
11	Thursday, September 11, 2014		
12	indisday, September 11, 2014		
13	Met, pursuant to notice at 10:00 a.m.		
14	Mee, pursuant to notice at 10.00 a.m.		
15	BEFORE:		
16	Larry Jones, Administrative Law Judge		
17	Early cones, naministrative law caage		
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23	MIDWEST LITIGATION SERVICES, by		
24	Angela C. Turner CSR #084-004122		

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- 1 PROCEEDINGS
- JUDGE JONES: Good morning. I call for
- 3 hearing Docket Number 07-0446 on reopening. This is
- 4 titled, in part, Enbridge Pipelines (Illinois) LLC,
- 5 Application pursuant to Sections 8-503, 8-509, and
- 6 15-401 of the Public Utilities Act the Common
- 7 Carrier by Pipeline Law to Construct and Operate
- 8 Petroleum Pipeline, and when necessary, to Take
- 9 Private Property as Provided by the Law of Eminent
- 10 Domain.
- 11 At this time, we'll take the respective
- 12 appearances orally for the record. If you appeared
- 13 at the prehearing conference on reopening on
- 14 July 17th, you need not restate your contact
- 15 information unless it has changed or you simply want
- 16 to do that. You need not respell your name either.
- So we will start with the appearance or
- 18 appearances on behalf of the Applicant.
- MR. REED: Thank you, your Honor. G. Darryl
- 20 Reed and Dale E. Thomas of the law firm Sidley Austin
- 21 LLP. And also Amy Graham Back. All three of us on
- 22 behalf of the Applicant in this proceeding.
- JUDGE JONES: Thank you.
- 24 Commission Staff.

- 1 MR. OLIVERO: Thank you, your Honor.
- 2 Appearing on behalf of the Staff of the
- 3 Illinois Commerce Commission, John Feeley and James
- 4 Olivero. And I believe our addresses are already on
- 5 file.
- 6 JUDGE JONES: All right. Thank you.
- 7 Dr. Pliura.
- 8 DR. PLIURA: Tom Pliura, P-L-I-U-R-A, on
- 9 behalf of a collective group of individuals that have
- 10 been parties as Intervenors known as the Pliura
- 11 Intervenors. And I believe our information is
- 12 already in the record.
- JUDGE JONES: Thank you.
- Mr. Turner.
- MR. TURNER: Do I have to get close to this,
- 16 Judge?
- 17 JUDGE JONES: Is it turned on?
- 18 MR. TURNER: It's green.
- 19 JUDGE JONES: It's pretty sensitive. If
- 20 it's in between, you will probably be okay. Go ahead
- 21 and enter your appearance now.
- MR. TURNER: My name is Mercer Turner. I am
- 23 an attorney for the Turner Intervenors. Thank you.
- JUDGE JONES: Thank you.

- 1 Are there other appearances to be entered
- 2 this morning?
- 3 MR. KNAPP: Sir, my name is Don Knapp. I'm
- 4 Assistant State's Attorney in McLean County on behalf
- of McLean County. I entered my appearance yesterday
- 6 on e-Docket. I don't necessarily think I will need
- 7 to question anybody, but just for the record.
- 8 JUDGE JONES: And could you give us your
- 9 business address and phone number, sir?
- 10 MR. KNAPP: Sure. It's 115 East Washington,
- 11 Bloomington, Illinois, 61701. Last name is
- 12 K-N-A-P-P.
- 13 JUDGE JONES: Thank you.
- Before I forget, if anyone is having any
- 15 trouble hearing anyone else, just let us know. Speak
- 16 up, and we'll move some persons around or equipment
- 17 around so that everybody can hear.
- Turning to counsel for the Applicant,
- 19 Applicant will be presenting what this morning?
- MR. THOMAS: Yes, Judge.
- We will be presenting Mr. Lee Monthei. He
- is an executive of the company to whom Mr. Randy Rice
- 23 reported. As I think you know, and I am going to
- 24 state it on the record, that Mr. Rice was taken

- 1 seriously ill; and so, Mr. Monthei -- excuse me --
- 2 has agreed to substitute in his place.
- JUDGE JONES: Could you spell his last name
- 4 for the court reporter?
- 5 MR. THOMAS: Yes. I gave her a card. But
- 6 it's M-O-N-T-H-E-I. And Lee is the first name.
- 7 JUDGE JONES: Thank you.
- 8 What is it that the Applicant proposes to do
- 9 today with respect to its case?
- 10 MR. THOMAS: What we propose to do is simply
- 11 have Mr. Monthei reaffirm the verifications
- 12 originally given by Mr. Rice as to two documents, in
- 13 particular. Our Motion to Amend and Reopen and --
- 14 Reopen and Amend, excuse me -- and our motion, our
- 15 reply on that.
- As your Honor will remember, we stated in an
- 17 earlier proceeding, we would stand on those as our
- 18 affirmative case. And he is simply affirming the
- 19 facts in those.
- 20 And then we would also want to put into
- 21 evidence our responses to the initial set of data
- 22 requests by the Pliura Intervenors and the Turner
- 23 Intervenors, both of which were attested to by Mr.
- 24 Rice.

- 1 So Mr. Monthei would reaffirm that
- 2 attestation for those two and we would propose to put
- 3 those four documents into the record. The first two
- 4 are already on e-Docket. The second two were served
- 5 on the parties. They are not yet on e-Docket. But
- 6 with your Judge's permission, we would file those on
- 7 e-Docket tomorrow.
- 8 JUDGE JONES: So the third will be?
- 9 MR. THOMAS: Third would be -- the third
- 10 would be responses of Enbridge Pipelines (Illinois)
- 11 LLC to Turner Intervenor data request dated August 5,
- 12 2014. And four would be our response to Pliura
- 13 Intervenors' data request.
- 14 JUDGE JONES: And you intend to make a
- 15 motion with respect to the above?
- MR. THOMAS: What I would propose to do --
- 17 again, it depends on your Honor's pleasure -- is Mr.
- 18 Monthei would go to the stand. I would take him
- 19 through some questions on these just to have him
- 20 reaffirm them. And then we would move those into
- 21 evidence and submit for cross examination.
- JUDGE JONES: Thank you.
- 23 Any questions about that process?
- DR. PLIURA: Your Honor, Tom Pliura.

- 1 Pliura Intervenors will object to the
- 2 introduction of the data requests. We've previously
- 3 had hearings on this matter, and they indicated they
- 4 were going to stand on their application. And
- 5 subsequent to that, after that hearing, then they
- 6 said they were going to -- would ask to stand on the
- 7 application and the reply.
- Now, they are trying to introduce into this
- 9 proceeding responses to data requests that were not
- 10 served on Pliura Intervenors at the time. We can get
- into that, and I intend to. But they were never
- 12 served at the time by either Staff or Enbridge. So
- 13 we would respectfully object.
- JUDGE JONES: Well, the motion hasn't been
- 15 made, but you indicated your intention to take issue
- 16 with that. Still somewhat preliminarily in nature.
- 17 Is it anticipated that there will be some in
- 18 camera cross examination of the Applicant's witness?
- MR. REED: I can't -- my assumption, your
- 20 Honor -- this is Darryl Reed speaking.
- 21 My assumption is that either the Pliura
- 22 and/or Turner Intervenors may likely want to delve
- 23 into certain matters that the Applicant deems to be
- 24 confidential.

- 1 JUDGE JONES: All right. If that happens,
- 2 that would involve going in camera. Hopefully, that
- 3 will be kept at a minimum. We like to keep the
- 4 record as public as possible. Also, it's somewhat
- 5 disruptive to the process and inconvenient to the
- 6 participants if they have to repeatedly leave the
- 7 room and come back while in camera examination is
- 8 going on.
- 9 I assume that counsel for the Applicant will
- 10 indicate if a question is asked if they believe to be
- 11 one that would involve in camera responses. Is that
- 12 the idea?
- 13 MR. REED: That is correct, your Honor.
- And while we're discussing this matter, if I
- 15 may. This will be brief. Pursuant to the terms of
- 16 the Protective Order, individuals who have executed
- 17 Forms 1 and 2, the attorneys dealing with
- 18 confidential matters, as they have, we have no
- 19 objection, obviously, to discussing certain matters.
- 20 Form 3 attached to the Protective Order
- 21 addresses all other parties, consultants, witnesses.
- 22 To the best of my knowledge, no one has executed Form
- 23 3. Therefore, if we do go in camera, we respectfully
- 24 request that only the attorneys be allowed to

- 1 participate; and their witness must, in fact, leave
- 2 the room at that time.
- JUDGE JONES: And in your view, what would
- 4 it take? What would be necessary for those others to
- 5 be able to stay?
- 6 MR. REED: If they are willing to execute
- 7 the Form 3 and have it attested to, we would have no
- 8 objection to their participation.
- 9 But I'll defer to counsel for the
- 10 Intervenors with respect to that matter.
- JUDGE JONES: Well, if we get -- I think
- 12 that gives everyone an idea that that is a fairly
- 13 likely possibility here and how it will work,
- 14 generally. To the extent that does occur, we'll
- obviously have to speak to it a little more.
- But as noted, that will involve some
- 17 clearing of the room. And we like to keep that --
- 18 keep those occurrences as limited as possible. As
- 19 noted, it is somewhat disruptive and inconvenient to
- 20 those that have to do that. Plus, as noted, we like
- 21 to keep the record as public as we can.
- While there is a Protective Order or ruling
- 23 on Protective Order in place, so it is in effect. If
- 24 there is testimony that counsel for Applicant

- 1 believes to be protected under that agreement as
- 2 confidential, then that will happen for today's
- 3 purposes.
- I would note that in the event that counsel
- 5 for Intervenors believe that the confidentiality
- 6 designation is one they disagree with, they will be
- 7 given an opportunity to essentially object to the
- 8 continued confidential treatment of that. And then
- 9 it will be a process for getting that addressed.
- But if that comes up, there will really --
- 11 that will not occur today. I will not be taking
- 12 argument, attempt to rule on confidentiality on any
- of those items for today's purposes. But we will
- 14 speak a little bit more at a later point in the
- 15 hearing today as to what that process would involve
- in the event that Intervenors wish to challenge the
- 17 confidential nature of that material.
- Does anybody have any questions about that
- 19 before we move along?
- DR. PLIURA: No questions.
- JUDGE JONES: Is the Applicant ready then to
- 22 proceed with the witness?
- MR. THOMAS: We are.
- JUDGE JONES: Before we do that, Mr. Knapp,

- 1 if you decide you want a seat up here, just let us
- 2 know and we'll figure it out.
- 3 MR. KNAPP: Fair enough.
- 4 JUDGE JONES: Applicant calls who?
- 5 MR. THOMAS: Lee Monthei.
- 6 \* \* \* \* \*
- 7 LEE MONTHEI,
- 8 of lawful age, produced, sworn and examined on behalf
- 9 of the APPLICANT, testifies and says:
- 10 MR. THOMAS: And just so all the parties are
- 11 aware, the documents that Mr. Monthei has up are
- 12 precisely the documents we described that we will be
- 13 trying to put into the record.
- 14 DIRECT EXAMINATION
- 15 QUESTIONS BY MR. THOMAS:
- Q. Mr. Monthei, would you please state your
- 17 full name for the record?
- 18 A. My full name is Emery Lee Monthei, Junior.
- 19 Q. By whom are you employed?
- 20 A. Enbridge.
- Q. What is your position there?
- 22 A. My position is Vice President of Execution
- 23 for Major Projects in the U.S.
- Q. What are the duties of that position?

- 1 A. I manage a portfolio of large construction
- 2 projects, mostly pipeline related.
- 3 Q. Did Randy Rice report to you in your
- 4 position on the SAX project?
- 5 A. He does.
- Q. Are you generally familiar with the SAX
- 7 project?
- 8 A. I am.
- 9 Q. Have you familiarized yourself with the
- 10 filings in this proceeding that were verified by or
- 11 attested to by Mr. Rice?
- 12 A. I have.
- Q. Let me show you a document. Take it out of
- 14 your pile. It is entitled Motion to Reopen and Amend
- 15 Order Concerning Diameter of the Southern Access
- 16 Extension Pipeline. It is nine pages long and it's
- followed by a page called the Verification of Randy
- 18 Rice. And it has been marked as Enbridge Illinois
- 19 Exhibit 1.
- 20 Do you recognize this document?
- 21 A. I do.
- 22 Q. Now, if you would turn to the verification
- 23 at the end of that document.
- Mr. Rice states that he has personal

- 1 knowledge of the facts contained in that motion or
- 2 the facts therein are based on business records of
- 3 Enbridge Illinois and that the statements set forth
- 4 in the motion are true and correct or upon
- 5 information and belief are believed to be true.
- 6 Do you now reaffirm that verification?
- 7 A. I do.
- 8 Q. Are you a lawyer?
- 9 A. I am not.
- 10 Q. So are you verifying only as to the
- 11 statements of fact?
- 12 A. That's correct.
- 13 Q. Subject to the qualifications you have just
- 14 expressed, is Exhibit 1, the Motion to Reopen and
- 15 Amend, part of your testimony in this case?
- 16 A. Yes.
- 17 Q. And are there any corrections?
- 18 A. None.
- 19 Q. Let me turn to a second document. It is
- 20 entitled Reply of Enbridge Pipelines (Illinois) LLC
- on Motion to Reopen and Amend Order Concerning
- 22 Diameter of the Southern Access Extension Pipeline.
- 23 It has been marked Enbridge Illinois Exhibit 2. And
- 24 it is 33 pages long, followed, again, by a

- 1 verification of Mr. Rice.
- 2 Have you seen this document before?
- 3 A. I have, yes.
- 4 Q. In the verification, Mr. Rice states that he
- 5 has personal knowledge of the facts contained in the
- 6 reply or the facts therein are based on business
- 7 records of Enbridge Illinois, and the statements set
- 8 forth in that reply are true and correct or upon
- 9 information and belief are believed to be true.
- 10 Do you no reaffirm that verification?
- 11 A. I do.
- 12 Q. And are you verifying any legal arguments in
- 13 that reply?
- 14 A. No, none.
- 15 Q. Subject to the qualifications you have just
- 16 expressed, is Exhibit 2 the reply part of your
- 17 testimony in this case?
- 18 A. Yes.
- 19 Q. Any corrections?
- A. None.
- Q. Let me show you the third document. It's
- 22 entitled Responses of Enbridge Pipelines (Illinois)
- 23 LLC to Turner Intervenor Data Requests Dated
- 24 August 5, 2014. It has been marked as Enbridge

- 1 Illinois Exhibit 3. Exhibit 3 is 37 pages long. And
- 2 at the end, there is a page entitled Attestation for
- 3 Response to Turner Intervenors Data Requests dated
- 4 August 5, 2014.
- 5 In that attestation, Mr. Rice states that
- 6 after being first duly sworn under oath, he deposes
- 7 and states that he has read the responses to Turner
- 8 Intervenor Data Requests and that the answers made
- 9 therein are true, correct and complete to the best of
- 10 his belief.
- Do you now reaffirm that attestation?
- 12 A. I do.
- Q. And, again, are you attesting to any legal
- 14 arguments?
- 15 A. No.
- Q. Subject to the qualifications you have just
- 17 expressed, is Exhibit 3, the Response to Turner
- 18 Intervenor Data Requests dated August 5, 2014, part
- 19 of your testimony in this case?
- 20 A. Yes.
- Q. Any corrections?
- 22 A. None.
- Q. Finally, let me turn to a fourth document.
- 24 It's been marked Enbridge Illinois Exhibit 4. It is

- 1 Responses of Enbridge Illinois Pipelines -- Enbridge
- 2 Pipelines (Illinois) LLC to Pliura Intervenors Data
- 3 Requests dated August 11, 2014, in Docket 07-0446.
- 4 MR. THOMAS: It will be filed on e-Docket
- 5 tomorrow, as will, your Honor, the previous Enbridge
- 6 Exhibit 3.
- 7 Q. (By Mr. Thomas) This has been marked as
- 8 Enbridge Illinois Exhibit 4. It's 21 pages long.
- 9 And those 21 pages are followed by a page entitled
- 10 Attestation for Response to Pliura Intervenors' Data
- 11 Requests dated August 11, 2014.
- 12 In that attestation, Mr. Rice states that
- 13 after being first duly sworn under oath, he deposes
- 14 and states that he has read the responses to Pliura
- 15 Intervenors' data requests and that the answers made
- 16 therein are true, correct and complete to the best of
- 17 his belief.
- Do you now reaffirm that attestation?
- 19 A. I do.
- Q. Again, only as to facts, is that correct?
- 21 A. That's correct.
- 22 Q. Subject to the qualifications you have just
- 23 expressed, is Exhibit 4 part of your testimony in
- 24 this case?

- 1 A. It is.
- 2 Q. Any corrections?
- 3 A. There are none.
- 4 MR. THOMAS: I move for the admission into
- 5 evidence of Enbridge Illinois Exhibits 1, 2, 3 and 4.
- 6 And I hereby tender Mr. Monthei for cross
- 7 examination.
- 8 JUDGE JONES: Thank you.
- 9 Are there any objections to the admission
- 10 into the evidentiary record of Exhibits 1, 2, 3 and
- 11 4?
- DR. PLIURA: Yes. Pliura Intervenors
- 13 respectfully object to the introduction into the
- 14 record of Applicant's Exhibit 3 and Exhibit 4.
- 15 Previously, those -- the Applicant had
- 16 indicated it had no intention of introducing any
- 17 evidence, other than the original motion that was
- 18 filed on or around May 19, 2014. That was on a
- 19 record hearing.
- 20 Subsequent to that, Applicant filed a reply
- 21 to Pliura Intervenors' response and Turner
- 22 Intervenors' response, I believe, and they have now
- 23 moved to introduce that into the record. While we
- 24 made -- I guess it's arguable whether one and two

- 1 were or were not properly disclosed. Clearly, they
- 2 have indicated that those were the only two documents
- 3 that they intended to submit into evidence.
- 4 The data response request three and four
- 5 were never disclosed. They're not on the record. By
- 6 their own statement today, they're not part of the
- 7 administrative record. They haven't even been filed
- 8 on e-Docket. They are responses made by an
- 9 out-of-court declarant, Randy Rice, who is not here
- 10 to even testify about them. It substantially
- 11 prejudices us and it is unfair to now indicate that
- 12 they're going to try to introduce this into the
- 13 record when they previously said they would not do
- 14 that.
- 15 For those reasons, we object.
- JUDGE JONES: Thank you.
- I imagine there may be some response to
- 18 that. However, it's not going to happen right now.
- 19 We need to keep moving along. It's also not clear to
- 20 me whether there will be cross examination on
- 21 Exhibits 3 and 4 or other DR responses.
- 22 So rather than trying to rule on -- take
- 23 more argument on Exhibits 3 and 4 and then attempt to
- 24 rule on them in advance of some other things that may

- 1 put them into play in some fashion, I will hold off
- 2 on any rulings on Exhibits 3 and 4.
- 3 There appear to be no -- I would also note,
- 4 any time you get into questions about whether
- 5 something was beyond what was agreed to is a little
- 6 tricky, and so it requires a little special attention
- 7 as to what actually falls within, and without the
- 8 boundaries of something that I think everyone agrees
- 9 was the subject of an agreement at the prehearing
- 10 conference. Something the parties agreed to. So
- 11 now, when you have a situation where now one party
- 12 says that's not what we agreed to, the other says,
- 13 well, I disagree. That, as I say, involves some -- a
- 14 little extra level of consideration. But that won't
- 15 happen right at this minute.
- With respect to Exhibits 1 and 2, more
- 17 specifically, Enbridge Illinois Exhibits 1 and 2,
- 18 that's how you want those labeled, is that right?
- MR. THOMAS: Correct.
- JUDGE JONES: Let the record show those are
- 21 admitted into the evidentiary record.
- 22 Are they being offered -- it's not
- 23 completely clear to me what exactly is being offered
- 24 with respect to them, so maybe I should clarify that

- 1 a little bit.
- 2 Are they being offered with respect to what
- 3 was affirmed, and that is to the facts that are
- 4 contained in them, or are they being offered in some
- 5 other fashion?
- 6 MR. THOMAS: No. As to the facts, I guess,
- 7 your Honor, our thought was to be fair to all the
- 8 parties concerned, we were standing on these
- 9 documents as our affirmative case. They contain both
- 10 legal and factual arguments. If we were going to
- 11 simply say that's it, then we wouldn't have to put up
- 12 any witness, I suppose.
- But we believe that the parties would want a
- 14 chance to cross examination. So he's here to attest
- 15 to the facts and to be cross examined on the facts.
- JUDGE JONES: So in terms of what is
- 17 actually being offered into the evidentiary record,
- 18 is that intended to apply to the facts that are set
- 19 forth therein or are they intended to apply to
- 20 something else?
- 21 MR. THOMAS: I guess, just to clarify, both
- 22 of these exhibits are already in the record. They
- 23 were filed on e-Docket.
- JUDGE JONES: Well, they're not in the

- 1 evidentiary record.
- 2 MR. THOMAS: That is right. And that's why
- 3 we had them admitted today.
- 4 JUDGE JONES: Right.
- 5 MR. THOMAS: The only point about stressing
- 6 the facts therein is that Mr. Monthei is not a
- 7 lawyer. As you know, if you read these documents,
- 8 there are some legal arguments, as well as factual
- 9 arguments. We stand behind those legal arguments.
- 10 But Mr. Monthei, not being a lawyer, cannot opine as
- 11 to the correctness of those legal arguments.
- JUDGE JONES: Well, the second exhibit,
- 13 number two, that contains some attachments and has
- 14 always contained some attachments. And those are
- 15 being offered along with it?
- MR. THOMAS: Yes, they are.
- JUDGE JONES: Thank you.
- 18 Let the record show Enbridge Illinois
- 19 Exhibits 1 and 2 are admitted into the evidentiary
- 20 record as filed on e-Docket on May 19, 2014, with
- 21 respect to Exhibit 1; and on June 13, 2014, with
- 22 respect to Exhibit 2.
- Without getting any more specific about it,
- 24 they are admitted into the evidentiary record subject

- 1 to the indications in the record this morning to the
- 2 affect that the witness is not attesting to any legal
- 3 content therein.
- 4 (Enbridge Illinois Exhibits 1 and 2
- 5 were admitted into evidence at this
- 6 time.)
- 7 JUDGE JONES: Anything further on that?
- 8 (No response.)
- 9 JUDGE JONES: Thank you.
- 10 All right. I believe --
- MR. TURNER: Your Honor, I'm sorry. I do
- 12 have a question.
- 13 JUDGE JONES: Sure.
- MR. TURNER: I just want to inquire about
- 15 here -- I am sorry to be taking the time to do this.
- 16 But the responses to the data requests were
- 17 supplemented twice by an e-mail. And I was under the
- impression that those supplements were going to be
- 19 verified today. Now, if I misunderstood that, that's
- 20 a different story.
- JUDGE JONES: Mr. Reed.
- MR. REED: Thank you, your Honor. This is
- 23 Darryl Reed.
- We did not move for the admission of the

- 1 supplemental responses. However, our witness is here
- 2 today to attest to the veracity contained therein.
- 3 To the extent that counsel for the Intervenors want
- 4 to cross examine our witness on those matters, he is
- 5 here for that purpose. But once again, we did not
- 6 move them into the record, but they are fair game for
- 7 cross examination.
- 8 MR. TURNER: Thank you, Mr. Reed.
- 9 Your Honor, I just want to make one more
- 10 comment. I think if we do cross examine, then we're
- 11 going to enter that area where people are going to
- 12 have to either sign or leave. It's going to enter
- 13 into your proprietary.
- MR. REED: We have no objection to that,
- 15 your Honor. Once we get to that point, we will take
- 16 the appropriate steps to ensure the confidentiality
- 17 of the information is maintained.
- JUDGE JONES: Thank you.
- 19 Well, with respect to the DR responses, the
- 20 ones that were already offered, as well as the
- 21 others, we will really just have to see what develops
- on cross examination and beyond with respect to
- 23 whether some or all of those would be eventually
- 24 destined for the evidentiary record.

- 1 It's certainly the case that in many
- 2 proceedings, one party or another will offer some of
- 3 the DR responses into the evidentiary record. It is
- 4 pretty common for that to happen. And it's also
- 5 pretty common for cross examination to occur with
- 6 respect to DR responses. I think we will be hearing
- 7 some of that soon. And there are a large number of
- 8 DR responses that are placed into the evidentiary
- 9 record by agreement or stipulation of parties, which
- in many instances is done for the purpose of saving
- 11 cross examination time, and it can definitely
- 12 accomplish that purpose.
- So those options can remain open. But we
- 14 will soon see what happens with respect to those DR
- 15 responses. But at this point, I think we're ready to
- 16 turn to counsel for Intervenors for their cross
- 17 examination.
- Who would like to lead off?
- MR. TURNER: May it please the Court.
- JUDGE JONES: Mr. Turner.
- 21 CROSS EXAMINATION
- 22 QUESTIONS BY MR. TURNER:
- Q. Mr. Monthei, I want to ask you about your
- 24 personal knowledge of what you verified here this

- 1 morning or affirmed this morning.
- 2 Do you work in the same program or division
- 3 as Jerrid Anderson?
- 4 A. I do.
- 5 Q. And in relationship to his position, how do
- 6 you rank?
- 7 A. Jerrid is a senior director level and I am a
- 8 vice president.
- 9 Q. So you're higher?
- 10 A. Yes.
- 11 Q. And is there someone in that department
- 12 higher than you?
- 13 A. We have a VP now over all U.S. project
- implementation, major project implementation. So
- 15 yes, there is one more.
- JUDGE JONES: Can everyone hear okay? Is
- 17 your mic on?
- 18 Again, if anybody is having trouble hearing,
- 19 just let us know and we'll take care of it.
- 20 Sorry for the interruption. Next question.
- Q. (By Mr. Turner) My understanding of your
- 22 department is that your -- that that department
- 23 essentially promotes the political acceptance of new
- 24 projects in the United States rather than being

- 1 responsible for the engineering and specification and
- 2 construction or financing of those projects.
- 3 Am I correct in that?
- 4 MR. THOMAS: I object to that
- 5 characterization.
- 6 Why don't you ask the witness what the
- 7 department does?
- 8 MR. TURNER: Well, this is cross
- 9 examination.
- 10 MR. THOMAS: But it's actually far aside
- 11 from these documents. So you are --
- MR. TURNER: You have --
- JUDGE JONES: Direct your comments to me,
- 14 not to you and you.
- 15 MR. THOMAS: I am sorry. I do object to the
- 16 characterization, because I believe it's a
- 17 mischaracterization. And I am simply suggesting the
- 18 witness be allowed to answer what the department
- 19 does. And Mr. Turner can then follow up how he
- 20 wishes.
- JUDGE JONES: You're certainly entitled to
- 22 make your objections. The more we have, the longer
- 23 it will take.
- MR. THOMAS: I'll try to make very few of

- 1 them.
- JUDGE JONES: I am not saying limit them.
- 3 I'm not saying what to do. But we're about one or
- 4 two questions into the first witness and we're
- 5 40 minutes into the hearing. I just state that for
- 6 what it's worth.
- 7 Do you need the question read back, sir?
- 8 THE WITNESS: I do.
- 9 (Requested portion of the record
- 10 was read by the Court Reporter.)
- JUDGE JONES: Do you understand that
- 12 question, sir?
- 13 THE WITNESS: Yes, I think so.
- JUDGE JONES: Are you able to answer it?
- THE WITNESS: The question and the pretense
- 16 are not correct.
- Q. (By Mr. Turner) Isn't it true that your
- department has nothing at all to do with engineering
- 19 of the new pipeline construction project?
- 20 A. That's not correct.
- Q. What is it your department does with respect
- 22 to engineering?
- 23 A. We manage the entire project implementation,
- 24 including management of the engineering for the

- 1 project. We hire the engineering firms or we assign
- 2 Enbridge engineering staff to provide that
- 3 engineering service.
- Q. What is the name of the engineers for the
- 5 staffs that work for Enbridge?
- A. We have a number of our own engineering.
- 7 And in this firm, it's UniversalPegasus out of
- 8 Houston, I believe.
- 9 Q. Aren't you referring to surveyors?
- 10 A. They will do a combination of services,
- 11 including surveying, possibly.
- 12 Q. Did they also provide the temporary team of
- 13 land agent communicators with the landowners?
- 14 A. They could provide a variety of services for
- 15 Enbridge in support, and including land service. I
- don't know specifically if that's the case here.
- 17 Q. Do you know who did provide that, the land
- 18 agent communicator services?
- MR. THOMAS: Your Honor, I am sorry. I'm
- 20 going to object.
- 21 The focus of this proceeding is on the
- 22 change from 36 inches to 24 inches. Just as these
- 23 questions appear to be directed to land agents and
- 24 communications with land agents, which is really the

- 1 question in the eminent domain docket or in
- 2 condemnation proceeding, neither of which are
- 3 involved here.
- 4 JUDGE JONES: Response.
- 5 MR. TURNER: Oh, your Honor, that's the last
- 6 question on that line. It's not at all focused on
- 7 land agents. I am trying to figure out what this
- 8 gentleman does.
- 9 In the other proceeding, I took the
- 10 discovery deposition of Jerrid Anderson and got
- 11 completely different answers. So I am a bit
- 12 surprised. And I was just probing to see what it is
- 13 that this gentleman does.
- MR. THOMAS: For the record, that deposition
- of Jerrid Anderson was in connection with the
- 16 condemnation proceeding.
- 17 JUDGE JONES: State your last question in
- 18 that line.
- MR. TURNER: Yes.
- JUDGE JONES: Do you recall the question?
- THE DEPONENT: No. I am sorry.
- JUDGE JONES: Miss Reporter, would you read
- 23 the question back, please?
- 24 (Requested portion of the record

- 1 was read by the Court Reporter.)
- 2 JUDGE JONES: I'll allow the question
- 3 identified as the last in that particular line. It's
- 4 an attempt to define the scope of this witness's role
- 5 in the overall project.
- 6 Do you understand the question, sir?
- 7 THE WITNESS: I do.
- 8 JUDGE JONES: Do you have -- please answer.
- 9 THE WITNESS: I do not know the name of the
- 10 firm.
- 11 Q. (By Mr. Turner) Does someone in your
- 12 division select the pipeline grade, the
- 13 specifications of the pipeline to be used and the
- 14 strength of the pipeline?
- 15 A. Yes. That's all part of the engineering
- 16 function in the pipeline design. They would do that
- work, yes.
- Q. And then who in your department does that?
- 19 A. Well, that would fall under -- for Southern
- 20 Access Extension, it falls under Randy's group. He's
- 21 got a manager that has accountability to work with
- 22 the engineering firm to deliver that.
- 23 So that falls under Randy Rice, who will
- 24 have a manager who will oversee that engineering

- 1 function.
- 2 Q. But you don't know who the engineering firm
- 3 is?
- 4 A. That's not what I said.
- 5 Q. Do you know who the engineering firm is?
- 6 A. UniversalPegasus.
- 7 Q. And that firm is from Texas?
- 8 A. I am sorry.
- 9 Q. That firm is from Texas?
- 10 A. That's correct.
- 11 Q. And that's a general contractor of Enbridge?
- 12 A. It's an engineering contractor for Enbridge.
- 13 Q. And it's that firm that selected the
- specifications for the pipeline used for the SAX?
- 15 A. The engineering firm doesn't have latitude
- 16 to select specifications, so --
- Q. Who does select the specifications?
- 18 A. Well, they're either code driven or there is
- 19 an Enbridge standard that they have to work to. And
- 20 those would define -- either be the code requirements
- 21 or it would be the Enbridge standard or both.
- Q. And who in your department selects between
- 23 the two alternatives?
- A. Well, that's an engineering function to

- 1 determine which would apply to any specific design.
- 2 Q. I am trying to find out who the engineer is
- 3 that does that. Please, tell me.
- A. Well, it depends on the question who does
- 5 the work.
- 6 Q. The work of selecting the pipe. The
- 7 specifications.
- 8 I know there are private Enbridge
- 9 specifications and there are more widely
- 10 industry-wide sets of specifications. And you have
- 11 identified both of those here today.
- 12 Who selects --
- 13 A. So the engineering firm, UniversalPegasus,
- 14 will select whatever design criteria from the
- 15 specifications and the code that's appropriate for a
- 16 given application.
- 17 Q. And there is no engineer anywhere in the
- 18 Enbridge system or Enbridge employee that's involved
- 19 in that activity?
- 20 MR. THOMAS: I object to the
- 21 mischaracterization of his testimony.
- JUDGE JONES: Miss Reporter, could you read
- 23 the question back, please?
- 24 (Requested portion of the record

- 1 was read by the Court Reporter.)
- 2 JUDGE JONES: This is cross. And if he
- 3 doesn't agree with the characterization, he can tell
- 4 us.
- 5 MR. THOMAS: That's fine, your Honor.
- 6 THE WITNESS: Yeah, no, I don't. I don't
- 7 agree with that statement.
- 8 Q. (By Mr. Turner) Okay. And tell me the name
- 9 of the Enbridge employee that selects the
- 10 specifications.
- 11 A. Well, again, it depends on the specific
- 12 specification that you're talking about. There's a
- 13 lot of people who have numerous specifications that
- 14 talk about various elements of the design.
- But in terms of Enbridge standard, that's
- 16 handled by our engineering group. And the
- 17 engineering director -- director of engineering would
- 18 have accountability over that standard. And that
- 19 would be Vic Coaly (sp.).
- Q. That's not under your supervision, is it?
- 21 A. No.
- Q. And in terms of the comments made in
- 23 Exhibit 1 of your testimony about the pipeline
- 24 specification standards that you have verified, do

- 1 you know that the standards stated are accurate?
- 2 A. I am sorry. Could you state that again? Do
- 3 I know that they're what?
- 4 Q. In your testimony in Exhibit 1, there is
- 5 reference made to -- that describes the pipe.
- Are you familiar with that?
- 7 A. Yes. There's several places where the pipe
- 8 is described.
- 9 Q. I am not talking about the diameter now. I
- 10 am talking about the actual specification of the
- 11 pipe.
- MR. THOMAS: Would you direct the witness to
- 13 the page you have?
- 14 THE WITNESS: Yeah. Because there's several
- 15 places where we talk about that.
- Q. (By Mr. Turner) Okay. Well, tell me the
- 17 first place that it is mentioned then and I'll ask
- 18 you about that.
- MR. THOMAS: Your Honor, it does seem to me
- 20 the witness has been brought here under sort of
- 21 exigent circumstances here. I don't think it's too
- 22 much to ask for cross examination that if he has a
- 23 particular set of specifications in mind that he
- 24 identify those for the witness; otherwise, we'll go

- 1 back and forth and spend a lot more time.
- 2 MR. TURNER: Your Honor, I'd be glad to do
- 3 that.
- Q. (By Mr. Turner) I refer you to page six,
- 5 line one, line two, line three, line four, line five.
- 6 My question will be -- and I'll restate one
- 7 to help clarify things. How do you know that the
- 8 descriptions given of those lines are true and
- 9 correct?
- 10 A. Okay. So these are descriptions of the
- 11 piping material used in the 24-inch pipeline. They
- 12 talk about the grade of the steel, they talk about
- 13 the API standard -- American Pipeline Institute
- 14 standard. They talk about the wall thickness, all of
- 15 those. Wall thickness would be an engineering
- 16 calculation. This is the API standard is just
- 17 following good engineering standard.
- 18 So all of this would be done by -- this all
- 19 would have been selected by a registered engineer who
- 20 is knowledgeable in those areas. The fusion bond
- 21 anti-corrosion coating elements would be part of an
- 22 Enbridge standard. So that engineer would refer to
- 23 Enbridge.
- So it's a combination of licensed engineers

- 1 performing this selection by UniversalPegasus, as
- 2 well as those engineers following standards developed
- 3 by our own engineering standards group under Vic
- 4 Coaly.
- 5 Q. What you just described in response to the
- 6 last question does not occur within the department
- 7 that you are responsible for, is that correct?
- 8 A. Part of those functions are and part of them
- 9 are not.
- 10 Q. Do you have personal knowledge that the
- 11 descriptions given there are accurate?
- 12 A. I would trust the judgment of our staff are
- 13 fully qualified to select the engineer and manage the
- 14 engineering such that, in fact, this is a prudent
- 15 design. But no, I did not personally do the design
- 16 work.
- 17 Q. I am not asking if the specifications are
- 18 prudent. I am asking if the stated specifications
- 19 here are accurately stated and do you have any
- 20 knowledge that it is accurately stated?
- 21 A. I am sorry. I am not following the
- 22 question.
- Q. Okay. It says here that the 24-inch pipe is
- 24 manufactured as API 5L Grade X70 steel pipe.

- 1 Is that the pipe that has been delivered to
- 2 central Illinois for construction of the SAX line?
- 3 A. I believe it has.
- 4 Q. And have you inspected the pipe that has
- 5 been delivered?
- 6 A. I personally have not inspected that pipe.
- 7 Q. How can you then verify today in your
- 8 testimony that the pipe that has been delivered is
- 9 the pipe that is described that I just read to you?
- 10 A. We rely on both inspectors -- we rely, first
- of all, with our procurement folks to order the
- 12 correct pipe, which would have been this grade as
- 13 shown. We rely on quality control inspectors during
- 14 the manufacturing process to validate that and verify
- 15 it. And then we rely on receipt inspectors to
- 16 confirm it. But I don't physically do that work. I
- 17 rely on those staff members to do that work.
- Q. What are the names of the individuals that
- 19 perform those three functions and did so for the pipe
- 20 that was delivered to central Illinois for
- 21 construction of the SAX line?
- 22 A. There would be a number of them. And I am
- 23 sorry, I don't know their names.
- Q. Have you received any communication from

- 1 those numbers of individuals that they have verified
- 2 that the pipe delivered matches up here?
- 3 A. No. I would not receive those kinds of
- 4 reports, generally.
- 5 Q. Later on in that page, there is a reference
- 6 made there. We're still on page six. Near the end,
- 7 it says: Thus, in accord with the Enbridge policy,
- 8 etc.
- 9 Do you see that?
- 10 A. Yes.
- 11 Q. Now, the suggestion here in your testimony
- 12 is that the maximum operating pressures are going to
- 13 be reduced for this version of the SAX compared with
- 14 the version of the SAX that was presented in the 2007
- and '08 testimony, is that correct?
- A. I don't recall a reduction in -- my answer
- is I don't know the answer to that question.
- Q. Do you recall whether there are more pumps
- 19 being proposed for the modern version of the SAX line
- 20 as compared with the obsolete version of the SAX
- 21 line?
- MR. THOMAS: I object to that
- 23 characterization.
- MR. TURNER: Well, that's a little

- 1 argumentative. I apologize. I apologize. I'll quit
- 2 acting that way.
- 3 Q. (By Mr. Turner) Are you familiar with a
- 4 proposal for the current construction which has more
- 5 pumps along the line than was proposed for the SAX
- 6 line that was the subject matter of evidence in 2007
- 7 and 2008?
- 8 A. I am having difficulty following your
- 9 question. I am not sure what the question is. I
- 10 understand what you're saying, but I don't understand
- 11 the question.
- 12 Q. One of the Intervenors I represent has a
- 13 farm where Enbridge is proposing to build a lane
- 14 across the farm where none exists, and in the middle
- of it, put a pump. That didn't exist back in 2007
- 16 and '08.
- 17 And I am asking if you are installing more
- 18 pumps for this line for the proposed construction
- 19 that you want to occur as soon as possible.
- 20 A. Okay. I am still not -- I am sorry. I just
- 21 don't understand what you're asking.
- Are you asking me are we having pumps?
- Q. Well, obviously, you're going to have pumps.
- 24 I know you are.

- 1 A. Yes.
- 2 Q. But are you having more pumps?
- 3 A. More pumps than what?
- 4 Q. Than was proposed in the evidence in 2007
- 5 and '08.
- A. Yeah, I can't answer that question. I don't
- 7 know.
- 8 Q. Do you have any explanation then why the
- 9 Hacker Farm in McLean County is a specified location
- 10 for pumps for the construction you're proposing now
- and was not in the plan presented in 2007 and 2008?
- MR. THOMAS: I object. This goes beyond the
- 13 scope of his testimony. That, essentially, you're
- 14 asking an eminent domain claim on a proceeding that
- deals with a change in pipe from 36 to 24 inches.
- None of this testimony deals with particular
- farms or particular pumps or where those pumps are
- 18 located on a particular farm.
- MR. TURNER: Your Honor, could I?
- JUDGE JONES: You may respond.
- 21 Q. (By Mr. Turner) Right at the point where I
- 22 have asked you to look in this testimony, it states
- 23 that, in describing this project: Although average
- 24 operating pressure may be lower.

- 1 And isn't one of the major factors that
- 2 determines operating pressure the number of pumps
- 3 that are in the system?
- 4 A. That's an awkward question, because what
- 5 determines the amount of pressure in the line is the
- 6 volume of the oil going through the line. There
- 7 could be a number of bi-pumps that could be running
- 8 or may not be running, depending on the volumes. So
- 9 the number of pumps doesn't mean anything.
- 10 Q. Okay. Thank you for that answer. And I
- 11 want to ask you about that.
- In general, it is true that along the route,
- 13 there will be, periodically, pumps that Enbridge
- 14 installs that help transport the product inside the
- 15 pipeline to its destination, is that correct?
- 16 A. Yes.
- 17 Q. And to clarify, in my mind, what you have
- 18 just said about the pumps, whether they're on or not,
- 19 isn't it true that if you don't have shipping for a
- 20 full capacity, that you don't turn on all of the
- 21 pumps?
- 22 A. That may be true.
- 23 Q. May be or may -- could you explain why it is
- 24 only maybe true?

- 1 A. Because you have the option with these
- 2 variable frequency drive pumps to throttle them back.
- 3 So you can make the decision to throttle back or turn
- 4 it off.
- 5 Q. Thank you. Excellent.
- 6 You understand, I am just a simple farm boy
- 7 here. And all this high class stuff involved in
- 8 these pipelines, I am still learning. And I have
- 9 been trying to study this since 2007. And I have a
- 10 ways to go, so I appreciate your help here.
- MR. THOMAS: Mr. Turner, can I suggest this
- 12 so the record is accurate.
- 13 Are you talking about pumps or are you
- 14 talking about valves?
- MR. TURNER: Pumps. I am talking about
- 16 pumps.
- 17 MR. THOMAS: Well, I think not, sir. But go
- 18 ahead.
- 19 Q. (By Mr. Turner) Isn't the effect of
- 20 throttling back the pumps or shutting off the pumps
- 21 to lower the capacity of the 24-inch SAX pipeline?
- 22 A. Okay. Again, I am not following the
- 23 question. I understand the part about --
- 24 Can you just tell me the question again?

- 1 Q. Sure.
- 2 You mentioned that the pumps can be
- 3 throttled back, which means they don't pump as hard.
- 4 A. That's right.
- 5 Q. And you also mentioned maybe a pump is shut
- 6 off completely.
- 7 A. That's correct.
- 8 Q. When either or both of those events occur,
- 9 doesn't that tend to reduce the capacity of the SAX
- 10 pipeline?
- 11 A. Yes.
- Q. And it is expressed in your testimony that
- 13 the capacity of the SAX pipeline is 300,000 barrels
- 14 per day, as you presently have it planned and are
- 15 proposing for the project?
- 16 A. That's correct.
- 17 Q. Now, what is -- if we turned off or
- 18 throttled down pumps, could you give us a range of
- 19 what the capacity might end up being?
- 20 MR. THOMAS: I object that that's a
- 21 hypothetical question. He's not qualified as an
- 22 expert in this proceeding.
- JUDGE JONES: Overruled.
- Do you understand the question?

- 1 THE WITNESS: I do.
- JUDGE JONES: Please answer.
- 3 THE WITNESS: So the answer is I can't tell
- 4 you off the top of my head. We would develop various
- 5 analysis based on the various pumps and the various
- 6 stages they would be. We would develop curves and
- 7 computer modeling to tell this.
- 8 I can't second guess what that computer
- 9 modeling would tell us. There's so many variations
- 10 on it.
- 11 Q. (By Mr. Turner) Have you had experience
- 12 personally with seeing the computer models that
- 13 you're describing applied to another 24-inch pipeline
- 14 that was primarily carrying light crudes?
- 15 A. I can't recall a 24-inch pipeline with light
- 16 crudes where I have been involved in the computer
- 17 modeling, specifically.
- Q. Do you believe that it would be accurate
- 19 that sufficient pumps could be throttled back so that
- the capacity goes from 300,000 to 200,000 barrels per
- 21 day?
- 22 A. Yes.
- 23 Q. In your testimony, there is quite a bit of
- 24 explanation about a shift in the focus of the project

- 1 for the SAX to the transportation of light product.
- 2 And my question -- one of my questions about
- 3 that is that many of the things that you describe
- 4 have existed for either many months prior to the date
- of your Motion to Reopen Case 07-0446 or perhaps even
- 6 years before that.
- 7 Why was it that you waited until May 29,
- 8 2014, to file the Motion to Reopen?
- 9 A. As opposed to doing it when? Just want to
- 10 make sure I understand what you're asking.
- 11 Q. I believe I am accurate -- and people will
- 12 correct me if I am misleading you. But I believe the
- 13 Motion to Reopen -- the Motion to Reopen. I was
- 14 wrong. The Motion to Reopen apparently was filed May
- 15 19, 2014.
- Why wasn't it filed, say, six months before
- 17 that?
- 18 A. My understanding is that we didn't
- 19 understand the need to file that. That there had
- 20 been general discussions about the pipe size to a
- 21 number of folks. That there was also an
- 22 understanding that we were doing market analysis. We
- 23 were doing open seasons with various producers to
- 24 determine the demand. And we were trying to finalize

- 1 the pipeline capacity based on those market demands.
- 2 Once that capacity was finalized, then we would have
- 3 made that selection.
- 4 So we did talk, certainly, at least for the
- 5 past year, a number of times, about various sizes,
- 6 including 24 and 36 and even 30. All dependant upon
- 7 what the market was going to demand, was going to
- 8 dictate.
- 9 Q. There were two open seasons conducted for
- 10 this SAX specifically by Enbridge, were there not?
- 11 A. That's correct.
- 12 Q. And prior to the first open season, Marathon
- 13 had already made a commitment as anchor shipper for
- 14 the SAX. That's correct too, isn't it?
- 15 A. I don't know. I hadn't heard that.
- Q. Do you believe that to be wrong?
- 17 A. I don't know the answer to that question.
- Q. Do you know what the results were -- and I
- 19 won't ask you to get into detail right now. But do
- 20 you know what the results were of the first open
- 21 season?
- 22 A. I don't recall. I don't recall the
- 23 discussion on it.
- Q. Do you know what the results were of the

- 1 second open season?
- 2 A. I don't have firsthand information. I have
- 3 secondhand and thirdhand information on those
- 4 discussions. I was not involved in the open season
- 5 work.
- 6 Q. So based on second or thirdhand information,
- 7 you don't know the results of the first, but you do
- 8 know the results of the second open season?
- 9 A. No, I don't think that's what I said. I
- 10 said I wasn't involved in the open season.
- 11 Specifically, on the second open season. I have
- 12 limited knowledge based on second and thirdhand
- information from our business development folks.
- Q. Are you aware of a third open season that
- 15 occurred?
- 16 A. I have no knowledge of that.
- Q. Are you aware of an open season occurring
- 18 for a pipeline that Enbridge is proposing south of
- 19 Patoka, which it requested invitations for the SAX
- 20 also?
- 21 A. I have no knowledge of that.
- Q. When an open season is conducted by
- 23 Enbridge, isn't it true, Enbridge takes it pretty
- 24 seriously and makes sure all potential shippers that

- 1 they're aware of are notified that an open season is
- 2 underway?
- 3 A. Yes.
- 4 Q. And Enbridge would have a real good
- 5 understanding about who the available shippers were?
- 6 A. Yes.
- 7 Q. And the results of the open season are a
- 8 good indication of the demand by shippers for the use
- 9 of the SAX?
- 10 A. It is.
- 11 Q. Now, when I ask you about the timing of the
- 12 filing of the Motion to Reopen, in your testimony,
- 13 you mentioned there was discussions and an
- 14 understanding about the need to do it, is that
- 15 correct?
- I don't want to put words in your mouth.
- 17 But let me restate that question here. I apologize.
- Is one of the reasons that the Motion to
- 19 Reopen the Case 07-0446 was because of determination
- of whether that ICC case needed to be reopened in
- 21 order to change the pipeline diameter from 36 to
- 22 24 inches?
- 23 A. Okay. I guess I am not understanding that.
- 24 I am sorry.

- 1 Q. I apologize.
- 2 Prior to May 19, 2014, do you recall there
- 3 being discussions about the need to reopen the case
- 4 in order to have the Certificate of Good Standing
- 5 existing in that case changed from 36 inches to
- 6 24 inches?
- 7 A. I really wasn't -- I was not involved in any
- 8 such discussions. I don't -- prior to the filing, I
- 9 just wasn't involved in any of those discussions, so
- 10 I am not aware of any of those.
- 11 Q. And then to follow up with that, you were
- 12 then not involved in any way then with the
- 13 preparation of the Motion to Reopen?
- 14 A. I was certainly aware that it was ongoing,
- 15 yes.
- Q. When you say ongoing, that it had been
- 17 filed?
- 18 A. That it -- and when some of the preparatory
- 19 work was starting, yes.
- Q. Do you know who handled the determination on
- 21 behalf of Enbridge about the business decision to
- file the Motion to Reopen the case?
- MR. THOMAS: I just want it to be clear.
- 24 You're not asking for legal advise that was given as

- 1 to reopen?
- 2 Q. (By Mr. Turner) Please exclude any
- 3 communication between Enbridge and counsel.
- 4 A. So the question then is what?
- 5 Q. What person at Enbridge made the business
- 6 decision -- not the legal decision, but what person
- 7 at Enbridge made the business decision to allow the
- 8 Motion to Reopen?
- 9 A. Well, our director, Randy Rice, would have
- 10 been on top of those issues and some of the dialogue.
- 11 So he would have brought that forward to management
- 12 with a recommendation. So essentially, it would be
- 13 the director, Randy Rice, from a business
- 14 perspective.
- Q. When you say the management, he's not
- 16 bringing it to his management, he's bringing it to
- 17 somebody else's management, isn't he?
- 18 A. No. He would be bringing it to me first.
- 19 Q. Do you recall him bringing it to you?
- 20 A. Randy and I meet several times a week. So
- 21 specifically, I don't remember exactly the context of
- 22 when that was first brought up.
- 23 Q. There are a number of explanations given in
- 24 your testimony about economic conditions during the

- 1 period between 2007 and the time you filed the Motion
- 2 to Reopen. Are you aware of whether there have been
- 3 any additional refiners of crude oil petroleum that
- 4 have gone into business and would somehow affect the
- 5 economic conditions and demands for the SAX pipeline?
- 6 A. I am not involved in that part of our
- 7 business. We have business development experts that
- 8 keep track of that and monitor that. So I do not
- 9 normally get involved in that.
- 10 Q. Is it your testimony here today that the
- 11 economic reasons supporting the present plan for this
- 12 SAX pipeline is something that you're simply not
- 13 aware of?
- A. No, that's not what I said.
- 15 Q. Okay. Isn't the demand for the use of a
- 16 pipeline determined by parties wanting to have crude
- 17 oil refined?
- MR. THOMAS: Just so the record is clear,
- 19 what parties are you talking about?
- MR. TURNER: Well, whoever ships on
- 21 Enbridge. We have asked that and we don't get any
- 22 answers from you, so I can't tell you by name. One
- 23 of them is obviously Marathon.
- MR. THOMAS: I have no objection to his

- 1 question.
- 2 THE WITNESS: So can you restate the
- 3 question? And I am sorry.
- 4 Q. (By Mr. Turner) Isn't the demand for the
- 5 use of a crude oil pipeline determined by the
- 6 shippers that want to have product refined by
- 7 refinery?
- 8 A. I believe so.
- 9 Q. And so wouldn't the change in economic
- 10 circumstances between the period in 2007 and '08,
- 11 when the original SAX plan was presented, and the
- 12 economic conditions that existed on May 19, 2014,
- 13 wouldn't the shipper demand and refining demand shape
- 14 the changes in economic condition?
- 15 A. I think you're asking does it -- it's kind
- 16 of the chicken and the egg thing, which is which, if
- 17 I understand the question.
- 18 Q. Okay. Then follow up. Explain the chicken
- 19 and egg concept in your mind, please.
- 20 A. Well, I am not sure if you're saying that
- 21 the shippers, basically, ship because there is need
- on the refinery side or do the shippers ship and then
- 23 the refiners react.
- I am not sure what you're asking there.

- 1 Q. Of the two alternatives you just stated,
- 2 does one or both of them have a role in determining
- 3 the demand for the use of a pipeline?
- A. I am sure it does. I am sure they both do.
- 5 Q. And would one or both of those been central
- 6 and the change of economic circumstances between the
- 7 time the SAX was originally proposed and May 19,
- 8 2014?
- 9 A. I am sorry. So you're asking would they
- 10 change or have they changed?
- 11 Q. Yes.
- 12 A. They have changed, yes.
- 13 Q. Now, what changes in refining demand
- 14 occurred?
- 15 A. Well, specifically, that's an area outside
- 16 my expertise. Our business development folks, again,
- 17 would monitor that.
- 18 Q. So in terms of refining demand, your
- 19 testimony here today is that you don't have any idea
- 20 what influence refining demand had on the decision by
- 21 Enbridge to change the plan that it's currently
- 22 wanting to construct?
- 23 A. That's what I am saying to you, yes.
- Q. Are you familiar enough with the industry to

- 1 know if there have been any increases or reductions
- 2 in refiners that could be serviced by the proposed
- 3 SAX between the period of time when you first
- 4 proposed it in 2007 and May 19, 2014?
- 5 A. I do know that there have been changes, but
- 6 I don't know enough about it to really tell you what
- 7 they were.
- 8 Q. Isn't it fair to say that the description
- 9 given here to the recession that occurred, it began
- in the fall of 2008, didn't have anything to do with
- 11 refining or shipping of crude oil?
- MR. THOMAS: Would you direct the witness to
- 13 the page that you're referring to?
- MR. TURNER: Yeah. I am looking for it.
- MR. THOMAS: Thank you.
- Q. (By Mr. Turner) Okay. On page three,
- 17 paragraph three, line three, in quotations is the
- 18 description or name Great Recession. Let me restate
- 19 the question.
- 20 Didn't that Great Recession pertain to the
- 21 first thing of a bubble relative to home mortgages
- 22 and had nothing to do with the transportation or
- 23 refining of crude oil in the United States?
- MR. THOMAS: Just, your Honor, if we could

- 1 have a clarification.
- 2 Are you asking about the cause of the
- 3 recession or the effects of the recession?
- 4 MR. TURNER: Well, somebody put the word
- 5 Great Recession in here. I want to know whether it
- 6 has any pertinence at all to this or whether it's a
- 7 meaningless comment. That's what I am trying to get
- 8 to. I don't know whether it's cause and effect or
- 9 the chicken and the egg.
- 10 THE WITNESS: What I do know is that during
- 11 the recession, demand for crude products in the U.S.
- 12 dramatically decreased.
- Q. (By Mr. Turner) And in what years did that
- 14 occur?
- 15 A. It was approximately 2008, 2009, that time
- 16 period.
- Q. Was the production of gasoline during that
- 18 period lower than the period before the beginning of
- 19 the Great Recession?
- 20 A. Yeah, I am not an economist, so I can't tell
- 21 you about the gas production. I can speculate is all
- 22 I could do.
- Q. Well, considering that you're not an
- 24 economist, how do you know then that there was a

- 1 reduction?
- 2 A. Yeah, we monitor flow rates of our pipeline
- 3 systems. And periodically, I do attend meetings and
- 4 I know what our throughputs were or at least I had
- 5 heard different reports on throughputs, so they were
- 6 down.
- 7 Q. But you don't know what years?
- 8 A. It was approximately in that 2008, 2009
- 9 timeframe.
- 10 Q. Are those throughputs back then after that
- 11 to where they were prior to the Great Recession?
- 12 A. Yes.
- Q. So the throughputs then weren't an issue
- 14 that was pertinent in terms of Enbridge changing its
- 15 concept from the original SAX pipeline to the one
- 16 that's now being presented and wanting to be
- 17 constructed, is that correct?
- A. Well, the economic conditions that the --
- 19 the shipper conditions that would have supported a
- 20 400,000-barrel per day SAX pipeline existed before
- 21 the recession. After the recession, those -- there
- 22 was no support or there was not adequate support to
- 23 support volumes in that number.
- So there was a change there during the

- 1 recession. It could have been due to a number of
- 2 factors in terms of changes in refineries, change in
- 3 other factors.
- 4 Q. The basis for your reference to
- 5 400,000 barrels per day for this SAX prior to the
- 6 Great Recession is based on what?
- 7 A. That would have been information coming from
- 8 our business development folks.
- 9 Q. Do you have a name of a business development
- 10 folk?
- 11 A. Yes. Paul Fisher would be the vice
- 12 president in charge of that presently.
- 0. And where is his office?
- 14 A. His office is in Calvary.
- 15 Q. Is it at the headquarters of Enbridge, Inc.?
- 16 A. It is.
- 17 Q. And did he tell you that prior to the Great
- 18 Recession, the demand for this SAX was 400,000
- 19 barrels per day?
- 20 A. I wasn't involved in this area of our
- 21 business back in that timeframe, so I wouldn't have
- 22 had that conversation with him specifically.
- Q. So you don't know whether there was a
- 400,000-barrel per day demand prior to the Great

- 1 Recession or not, do you?
- 2 A. In order to justify and take the pipeline as
- 3 far as they did, there would have been a
- 4 justification for it. But I have not gone back to
- 5 the records to verify that.
- Q. And so what supports your testimony here
- 7 today about 400,000 is your confidence in your
- 8 company to always make correct decisions, is that
- 9 correct?
- 10 A. That's kind of a strange question the way
- 11 you worded it. Can you give me that question again?
- 12 Q. Why don't I ask you if you kind of get the
- 13 general gist of it, and you tell me how you would
- 14 phrase it.
- 15 A. Well, we do have a very competent business
- 16 development group. And they do monitor the crude
- 17 markets with producers throughout North America. And
- 18 they would have identified a demand. And there is a
- 19 process that they would have gone through in order to
- 20 validate that, that demand.
- 21 And then based on that, they would come up
- 22 with several scenarios for how to address that
- 23 demand, particularly if it's crude needed to be
- 24 transported from one area to the next. Once they did

- 1 that, we would develop more detailed planning, and
- 2 ultimately, costs for that.
- 3 Q. And even though you don't have personal
- 4 knowledge of it --
- 5 A. Of that study, that's right.
- 6 Q. Even though you don't have personal
- 7 knowledge of it, you believe that if there was a
- 8 decision made prior to the Great Recession of 2008,
- 9 you believe it would have been a real good one?
- 10 A. I am not sure if I agree with the wording.
- 11 I am not sure if I would phrase it quite like that.
- I believe there was good justification on
- 13 the demand and that a prudent decision was made on
- 14 how to move that crude based on that understanding of
- 15 that demand.
- Q. And assuming that did occur, isn't it true
- 17 that your motion says it was dead wrong?
- 18 A. I believe our testimony says that the --
- 19 those conditions have changed. So at the time that
- 20 analysis was made, it was probably correct. But
- 21 those conditions have changed.
- Q. And wasn't it true that that proposal of
- 23 Enbridge in 2007 was opposed by some intervening
- 24 farmers?

- 1 MR. THOMAS: Your Honor, may I ask a
- 2 clarification here?
- 3 These questions seem to be directed to the
- 4 whole question of the certification of the line in
- 5 the first place. It is our belief that that is
- 6 really beyond the purpose of this proceeding.
- 7 I have not objected so far, but we're going
- 8 pretty far field from the question of 36-inch to a
- 9 24-inch line.
- JUDGE JONES: I do not think I heard an
- 11 actual objection there.
- 12 MR. THOMAS: I do object.
- JUDGE JONES: Well, you could have a minute
- 14 ago. You may yet. But subsequent questions. But
- 15 I'll stick with ones that were actually objected to.
- MR. TURNER: I'll ask another question if I
- 17 may, Judge.
- JUDGE JONES: Go ahead.
- How many more questions do you have in this
- 20 line?
- 21 MR. TURNER: Judge, I am just trying to see
- 22 if this witness knows anything at all about the
- 23 motion. I am just going through just a couple more.
- 24 And then I want -- what I want to suggest, out of

- 1 politeness and everything, is then there's going to
- 2 be a series of questions that I believe might be
- 3 considered -- and I could mention the topics -- I am
- 4 going to ask, if I could. And I assume -- and I have
- 5 no objection to it being in camera.
- I want to ask about the shipping volumes,
- 7 etc., and then I want to ask about a certain
- 8 agreement between the anchor shipper and Enbridge.
- 9 And I assume that maybe they're going to say
- 10 that that's proprietary. If not, I will ask about
- 11 that right now.
- MR. THOMAS: We would -- from your
- 13 description, it sounds like we would need to go in
- 14 camera.
- MR. TURNER: Just give me a second and then
- 16 I'll end, Judge. Let me take a couple more quick
- 17 reviews here and then I'll be done, except for the in
- 18 camera part and the proprietary part.
- 19 JUDGE JONES: Thank you.
- Q. (By Mr. Turner) I want to ask you about the
- 21 landowners. At the top of page five, line one,
- 22 landowners are called hold outs.
- I have noticed over the years that it seems
- 24 that landowners are given somewhat of a negative

- 1 description. Can you explain why that occurs?
- 2 A. Okay. Again, I am sorry. I don't
- 3 understand the question.
- 4 Q. Why does Enbridge -- or why did this motion,
- 5 and now your evidence, call landowners hold outs
- 6 instead of landowners?
- 7 A. Well, in the context of page five, they were
- 8 describing a specific group of landowners who have
- 9 not yet signed the easement agreements.
- 10 Q. They are unsigned landowners, aren't they?
- 11 A. They are.
- 12 Q. In other Enbridge documents, they have been
- 13 called a lot worse than hold outs.
- What attitude exists in Enbridge for this to
- 15 occur?
- MR. THOMAS: I object to the question. It
- is far beyond the purpose of this proceeding.
- MR. TURNER: Your Honor, I'll be quick. I
- 19 will withdraw that question and I'll ask another one.
- Q. (By Mr. Turner) When the word hold out is
- 21 there, is that meant in a pejorative sense?
- 22 A. It is not meant in any kind of sense other
- than to describe landownership not yet agreed to in
- 24 terms of the conditions of the lease of the

- 1 easements. There is no opinion in terms of intended,
- 2 other than these have signed; these have not.
- 3 Q. Do you have any understanding as to a
- 4 motivation for a landowner to remain unsigned or to
- 5 be what you call a hold out?
- 6 MR. THOMAS: Again, I object, your Honor.
- 7 This is an eminent domain question. It is a
- 8 condemnation question. The top of page five is
- 9 merely a description of the fact that that occurred
- 10 and there was a whole proceeding on it. This seems
- 11 to be far field of what we should be focusing on here
- 12 today.
- JUDGE JONES: Response.
- 14 MR. TURNER: The word hold out was used.
- 15 And having had this long-term history and this case,
- 16 and including filings in this case by Enbridge, I
- 17 know there seems to be some negativism that Enbridge
- 18 holds for landowners.
- I am trying to figure out the basis for
- 20 that. And the reason is, I believe every single
- 21 landowner is an innocent party who hasn't done a darn
- 22 thing wrong and is a victim of condemnation. They
- 23 just happen to have land in the wrong place at the
- 24 wrong time.

- 1 MR. THOMAS: If I may, your Honor. I think
- 2 he just made my point. He's making a condemnation
- 3 point, which is another set of proceedings before the
- 4 circuit court even as we speak. And much of this was
- 5 also covered in the eminent domain proceeding.
- 6 JUDGE JONES: There is a question back there
- 7 somewhere.
- 8 Miss Reporter, can you identify it fairly
- 9 easily?
- 10 (Requested portion of the record
- was read by the Court Reporter.)
- MR. THOMAS: I would also object. That
- 13 calls for speculation.
- JUDGE JONES: Did you raise that objection
- 15 before?
- MR. THOMAS: I am adding it to my --
- JUDGE JONES: I don't have the reporter read
- 18 it back just so people can think up additional
- 19 objections. That's not the point of that whatsoever.
- 20 MR. THOMAS: I am sorry, Judge.
- JUDGE JONES: Do you understand the
- 22 question, sir?
- THE WITNESS: I think I do.
- JUDGE JONES: I'll allow this question.

- 1 There's enough of a connection between that and the
- 2 passages from the Motion to Reopen that were cited.
- 3 If it leads to more questions along this line, we'll
- 4 deal with them.
- 5 MR. TURNER: There won't be, Judge.
- 6 JUDGE JONES: If you understand the question
- 7 and are able to answer it, please do so.
- 8 THE WITNESS: There are as many reasons for
- 9 a landowner not wanting to sign the agreement as
- 10 there are landowners. So there is not a general
- 11 category for all of them.
- Our experience is you have to address their
- 13 concerns individually. Some of them are things that
- 14 we can remedy from a technical point of view.
- 15 Sometimes we can remedy them other ways. But we
- 16 treat them as individuals, not as a class.
- 17 Q. (By Mr. Turner) Thank you.
- On that page, three lines below the
- 19 expression hold out, reference is made to Case
- 20 13-0446.
- 21 A. I am sorry. I am not following you. You're
- 22 on page five?
- Q. Page five.
- 24 At the very first line in quotations are the

- 1 two words hold out. Three lines below that.
- 2 A. Three lines below that where it says: Grant
- 3 of eminent domain authority?
- 4 Q. Yes. And in particular, 13-0446.
- 5 A. Okay. So what is the question?
- 6 Q. The question is: Is it your understanding
- 7 that the case you refer to there does not provide for
- 8 eminent domain for an Enbridge project with a 24-inch
- 9 pipeline?
- 10 MR. THOMAS: I object. It calls for a legal
- 11 conclusion.
- 12 JUDGE JONES: Response.
- 13 MR. TURNER: I don't mean it in a legal
- 14 sense, but in a business sense. And his
- 15 understanding only, Judge.
- JUDGE JONES: Sounds like a pretty
- 17 legal-oriented question. So I will sustain it.
- 18 MR. TURNER: Thank you, Judge. I appreciate
- 19 the time here and I thank you for your time.
- JUDGE JONES: Are you finished with the
- 21 witness?
- 22 MR. TURNER: The in camera stuff I am not.
- 23 But with the public.
- JUDGE JONES: So your thought is the next

- 1 line may involve what Enbridge believes would be in
- 2 camera. Is that your --
- 3 MR. TURNER: Is that how you want it raised?
- 4 JUDGE JONES: Well, I don't -- oftentimes,
- 5 most of the time, counsel among parties will discuss
- 6 these things before we ever get here. Well, I doubt
- 7 that we have the benefit of that here.
- 8 So I don't really know and others probably
- 9 do not know how exactly this is going to come up.
- 10 But the witness is on cross. If you ask a question
- of the witness that Enbridge counsel, Applicant's
- 12 counsel, believes will involve confidential
- 13 information in the response, they will raise that
- 14 before the witness ever answers the question and then
- 15 we'll have to deal with it.
- Now, if the parties want to confer and come
- 17 up with what they believe would be a workable process
- 18 for this, which typically happens or often happens,
- 19 then I have no problem with that.
- Otherwise, we'll just have to see what the
- 21 question is. And then if they believe it would call
- for a confidential response, then we'll have to then
- 23 figure out the in camera part.
- 24 That's kind of -- if somebody has a

- 1 different idea, a better idea on how to handle this,
- 2 then I welcome that. But otherwise, we'll just have
- 3 to do it this way.
- 4 MR. TURNER: My intention is to have high
- 5 respect for proprietary information. And I can do it
- 6 either way. If counsel for Enbridge would like me to
- 7 begin with a question that hits a nerve, I'll do
- 8 that. Or if you would like to talk about it over the
- 9 noon hour, I'll do that. But we're going to have the
- 10 highest degree of regard for the proprietary
- 11 information.
- MR. REED: If I can offer a suggestion, your
- 13 Honor. This is Darryl Reed speaking.
- 14 For continuity of the public record,
- 15 Enbridge would not object to Mr. Pliura conducting
- 16 his public cross examination. Once all public cross
- 17 examination has been done, then we would simply go
- 18 into in camera for any confidential information. To
- 19 me, that would appear to be the most productive way
- 20 to handle this matter.
- MR. TURNER: Your Honor, Mercer Turner would
- 22 concur in what he just said.
- Your Honor, we can come to an agreement
- 24 every now and then.

- 1 JUDGE JONES: Dr. Pliura, do you have any
- 2 comment on that?
- 3 DR. PLIURA: I have no objection to that. I
- 4 would anticipate mine might take a while. So I --
- 5 what is the plan for stopping for the noon recess and
- 6 the court reporter's rest or are we going to work
- 7 through that?
- 8 JUDGE JONES: Well, we'll not go the entire
- 9 day without a lunch break of some sort. But it's
- 10 still not clear to me how many questions will involve
- 11 in camera.
- Now, if they're coming from two different
- 13 witnesses, while the suggestion might be workable, I
- do not have a feel for how many of these questions
- 15 there are going to be. And I do not want to put a
- 16 process in place that encourages more in camera than
- 17 less.
- 18 For that reason, I think we'll just see
- 19 what, Mr. Turner, what your in camera questions are.
- 20 And maybe some of the questions and answers during
- 21 your cross will cover the same things that Dr. Pliura
- 22 intends to, and perhaps you will have less because of
- 23 that.
- And every time we go in camera, we have to,

- 1 there is a process there to clear out the room and
- 2 also the record designation for the transcript has to
- 3 be made as well.
- 4 Q. (By Mr. Turner) Here's my first question to
- 5 hit a nerve.
- Isn't it true that Marathon and Enbridge
- 7 have made a contract so that Marathon can have
- 8 exclusive dominant, almost total use, of the SAX line
- 9 on a long-term basis for the shipping of light crudes
- 10 from Canada and the Bakken's to Marathon's three
- 11 mid-continent refineries via Patoka using Marathon's
- 12 private lines exiting east of Patoka?
- MR. REED: I am going to object to that,
- 14 because number one, it's requesting confidential
- 15 information. And also, it is speculative.
- To the extent that the witness is directed
- 17 to answer that, then we'd have to clear the room of
- 18 all non-signatories to the Protective Agreement.
- 19 MR. TURNER: Your Honor, I believe it would
- 20 be sensitive. I concur on that. Since the --
- 21 proprietary is the right word. I'm sorry. I suspect
- 22 everything I ask is pretty sensitive, but
- 23 proprietary.
- JUDGE JONES: All right. So Mr. Reed, your

- 1 statement is that this would call for in camera
- 2 treatment?
- 3 MR. REED: That is correct, your Honor.
- 4 JUDGE JONES: It appears Mr. Turner agrees
- 5 with that.
- 6 So at this time, we hereby will leave the
- 7 public transcript and we'll go into the in camera
- 8 portion of this hearing.
- 9 MR. REED: If that, in fact, is the case,
- 10 your Honor, we would respectfully ask that Mr. Kraft
- 11 and Mr. Kelly be excused during this period. I
- 12 believe that counsel for the County, although he has
- 13 not executed a document, but as a quasi public
- 14 official, I believe that he would be covered under
- 15 the terms of the Protective Agreement, and would
- 16 simply ask that after this proceeding that a document
- 17 be executed attesting to his agreement to keep any
- 18 and all matters confidential.
- 19 MR. KNAPP: I will. I believe my
- 20 predecessor might have executed the document on --
- MR. REED: No.
- MR. KNAPP: Oh, he didn't?
- MR. TURNER: Your Honor, I will represent to
- 24 everyone here, your Honor, including you, that

- 1 Mr. Kraft has diabetes, so he's out to get a little
- 2 snack. When he comes in, I'll represent or guarantee
- 3 that he'll sign it or you can keep the door locked
- 4 and keep him out. Either way is fine with me. I
- 5 don't care. It's not crucial that he hear it, so you
- 6 can keep him out. If I am involved in asking
- 7 questions, I may not notice he comes back in. So I
- 8 would need some help to kick him out.
- 9 JUDGE JONES: What is it you propose? Let's
- 10 start with that. What is it you propose happen with
- 11 respect to him? That he be allowed in?
- MR. TURNER: He will sign it or he will stay
- 13 out. Either way.
- JUDGE JONES: What is it you are wanting to
- 15 happen on that?
- 16 MR. TURNER: I think he would like to hear
- 17 it. And so I would prefer that he sign anything that
- 18 Mr. Reed proposes in order to secure the protection
- 19 of the proprietary information.
- JUDGE JONES: Are you representing that he
- 21 will sign it?
- MR. TURNER: Yes, he absolutely will.
- JUDGE JONES: Does that suffice for your
- 24 purposes?

- 1 MR. REED: Yes, your Honor.
- 2 MR. TURNER: I would ask -- I can miss him
- 3 coming in. So is my representation going to be
- 4 considered a signature? If you want him to
- 5 physically sign it, then somebody's got to tell him
- 6 when he comes in here to sign.
- 7 JUDGE JONES: Is counsel's representation
- 8 sufficient for the time being to allow Mr. Kraft to
- 9 be present or not? That's what I am trying to
- 10 determine. If the representation of counsel is
- 11 sufficient and then -- and the representation that
- 12 he'll sign it later and keep it confidential in the
- 13 meantime, if that suffices for Applicant's purposes,
- 14 then we'll proceed in that fashion. If not, then
- 15 we'll figure something out.
- MR. REED: I guess my only hesitancy, your
- 17 Honor, I don't have a problem conceptually with what
- 18 counsel is offering. However, I would feel a lot
- 19 more comfortable if when Mr. Kraft comes in, he
- 20 actually, himself, affirms that he will sign it
- 21 versus accepting the representation of Mr. Turner.
- MR. TURNER: That's clearly acceptable,
- Judge, as long as somebody points out to me when he
- 24 comes in so it can be done.

- 1 MR. REED: And also, I don't know who the
- 2 young lady is sitting to the right of Mr. Turner.
- 3 MR. TURNER: She'll sign it right now. This
- 4 is Tianyuan Zhao. She's an attorney from Beijing,
- 5 has her second law degree from the University of
- 6 Illinois. I have had many interns from that program
- 7 and they have been in many of the Enbridge
- 8 proceedings and have seen many of the Sidley lawyers.
- 9 She's new to the job. She wants to be a big, some
- 10 day, international lawyer. She will sign it. She's
- 11 very fluent in English and very bright. But she's
- 12 not counsel of record. She's not licensed to
- 13 practice in Illinois. She is an intern.
- MR. REED: I don't have a problem with that,
- 15 your Honor. Form 3 attached to the Protective Order
- 16 simply requires a signature and a notary. I believe
- 17 that I would certainly be acceptable to having those
- documents executed tomorrow and then sent to me by
- 19 e-mail. That is fine.
- 20 MR. TURNER: You will sign it?
- MS. ZHAO: Yes.
- MR. TURNER: Say it louder.
- MS. ZHAO: Yes, I will.
- MR. REED: That's fine.

- I have not heard though from Mr. Pliura or
- 2 Mr. Kelly. Absent an affirmation, I would
- 3 respectfully ask that he leave the room.
- 4 DR. PLIURA: That who leave?
- 5 MR. REED: Mr. Kelly. Carlisle Kelly, I
- 6 believe, is the gentleman to my right on the first
- 7 row.
- 8 JUDGE JONES: How do you want to handle
- 9 that, Dr. Pliura?
- DR. PLIURA: Sure. Mr. Kelly will sign.
- And Mr. Kelly, will you sign?
- MR. KELLY: Yes, sir.
- DR. PLIURA: He indicated yes, sir.
- Just for the record, your Honor, I feel
- 15 compelled to say, I do have extremely strong personal
- 16 feelings about closing public hearings like this.
- 17 Unfortunately, we're in a proceeding that is in a
- 18 state agency. And that probably the most bothersome
- 19 is the ability to have one party just to put the
- 20 stamp confidential on it and then the public is
- 21 excluded.
- 22 For a variety of constitutional issues, the
- 23 Open Meetings Act and a whole bunch of other things,
- I think we're going to probably have our greatest

- 1 problem in deciding what actually truly is
- 2 proprietary and what is not. I think it is a grave
- 3 measure when public bodies like the ICC start closing
- 4 the door to the public. And I am opposed to that.
- 5 Thank you.
- JUDGE JONES: Is there someone here you
- 7 think should be entitled to stay, other than
- 8 Mr. Kelly?
- 9 DR. PLIURA: I think the -- I don't know who
- 10 else is here. I don't know who else may have to
- 11 leave. I have no knowledge about who might or might
- 12 not want to come and sign this document of
- 13 confidentiality. I just -- I think this is a public
- 14 proceeding and --
- JUDGE JONES: Please just answer the
- 16 question that I asked. You expressed your opinion
- 17 prior to the question.
- DR. PLIURA: I don't know that, your Honor.
- 19 I don't know anybody -- I don't know many of the
- 20 people in this room.
- JUDGE JONES: I've gone to some trouble here
- 22 to see if there is a way that those who are
- 23 physically present and would like to stay present
- 24 could do so and have talked to counsel for quite a

- 1 few minutes to try to work that out. So if there is
- 2 someone that you believe, in addition to Mr. Kelly,
- 3 then let us know. But that's really what we need to
- 4 do next.
- 5 MR. TURNER: This is Mr. Kraft, your Honor.
- 6 Mr. Kraft will you sign a confidentiality
- 7 agreement to keep confidential all of the evidence
- 8 you hear during the in camera examination of the
- 9 Enbridge witness and produce that to counsel for
- 10 Enbridge tomorrow by e-mail?
- 11 MR. KRAFT: Yes, I will.
- MR. REED: That's fine.
- 13 JUDGE JONES: Thank you, sir.
- 14 Any other mechanics regarding the process
- 15 here? Anything else then before we go in camera?
- 16 (No response.)
- JUDGE JONES: All right. Let the record
- 18 show that we hereby go in camera.
- 19 (At this point, pages 1187 1211
- were held in camera.)
- 21
- 22
- 23
- 24

- 1 JUDGE JONES: As indicated, there was a
- 2 series of cross examination questions and responses
- 3 regarding in camera portion of the cross examination
- 4 of the witness by Mr. Turner. A short amount of
- 5 redirect specific to that in camera portion. We're
- 6 now back in the public record.
- 7 Mr. Turner has indicated that he has
- 8 concluded his -- I am sorry -- his cross examination
- 9 of the witness. One thing I need to double-check on
- 10 is if there is any redirect on this witness with
- 11 respect to the cross examination during the public
- 12 portion of his cross.
- 13 MR. THOMAS: No redirect.
- JUDGE JONES: I suppose I probably should do
- one other thing. It does not appear that other
- 16 parties have cross examination.
- 17 Let me back up. I should note that there
- 18 will be cross examination of this witness by
- 19 Dr. Pliura, who will do that -- we'll do that after
- 20 lunch. And if anyone else has cross examination of
- 21 this witness, that would occur after lunch too.
- But let me check and see if there is anybody
- 23 so we kind of have an idea here. Does Staff counsel
- 24 have any cross of this witness?

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MR. OLIVERO: No, your Honor, we don't
 1
 2
   anticipate any.
 3
            JUDGE JONES: Any other counsel?
 4
                     (No response.)
 5
            JUDGE JONES: Thank you.
 6
            Anything else then before we break for
 7
    lunch?
8
            DR. PLIURA: Not from Pliura Intervenors.
            JUDGE JONES: One hour, does that work with
9
10
   the group?
            DR. PLIURA: Yes.
11
            JUDGE JONES: We hereby break for lunch for
12
13 one hour.
14
                    (Lunch break taken.)
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- 1 JUDGE JONES: Back on the record.
- 2 Dr. Pliura, are you ready to do your cross
- 3 on the witness?
- 4 DR. PLIURA: I am.
- 5 CROSS EXAMINATION
- 6 QUESTIONS BY DR. PLIURA:
- 7 Q. Tell me how to pronounce your name again. I
- 8 apologize.
- 9 A. Monthei.
- 10 Q. Monthei?
- 11 A. Yes.
- 12 Q. Mr. Monthei, I have some questions,
- 13 generally, about the application that was submitted
- 14 to reopen.
- Were you involved in the Application to
- 16 Reopen what I'll refer to here as the '07 case, which
- 17 is 07-0446?
- 18 A. No, I was not involved in the preparation of
- 19 that application.
- 20 Q. Do you have any knowledge on how the
- 21 application was submitted for reopening?
- 22 A. I don't.
- Q. It's my understanding that Mr. Rice is sick,
- 24 is that correct?

- 1 A. It is.
- Q. What, to your knowledge, has caused him to
- 3 be sick and unable to be here today?
- 4 A. He had a pain in his shoulder earlier this
- 5 week. He went to see his doctor. They did some
- 6 cardio stress testing and found some anomalies in
- 7 that test, and they put him in the hospital for
- 8 observation. And the following day, they did not
- 9 clear him to travel. His doctor asked him
- 10 specifically not to travel.
- 11 Q. So is it essentially the case that you're
- 12 here because there was an emergency for Mr. Rice, and
- 13 you're sitting in his stead, but you're here to
- 14 certify what you previously certified or verified is
- 15 true and correct?
- 16 A. That's correct.
- Q. With regards to Exhibit Number 1 and Exhibit
- 18 Number 2, there was testimony on direct exam and then
- 19 cross by Mr. Turner about some of the details about
- 20 how this project changed from a 36 to a 24, do you
- 21 recall, generally, that?
- 22 A. That's true, yes.
- 23 Q. I have some questions about the data
- 24 responses. We're you involved in any data response

- 1 preparation or answers to data requests that the ICC
- 2 had submitted to Enbridge?
- 3 A. I did not have personal involvement. I knew
- 4 some of the requests. I knew of the work that was
- 5 ongoing. But I did not have personal involvement.
- Q. Do you know how those requests were sent
- 7 from the ICC to Enbridge?
- 8 A. I don't.
- 9 MR. THOMAS: I am sorry, Dr. Pliura.
- 10 Are you asking him about data requests sent
- 11 by the Commission?
- DR. PLIURA: Yes. To Enbridge.
- MR. THOMAS: Well, your Honor, I am sorry.
- 14 It's just I am confused. Because if he wants to ask
- 15 him, you know, was he involved in the answering of
- 16 those, that's fine. But the circumstances under
- 17 which the ICC sends the request is, obviously, beyond
- 18 this witness's ability to testify.
- JUDGE JONES: Response.
- DR. PLIURA: I am just asking him if he was
- 21 involved. If he knows.
- JUDGE JONES: That question is pretty
- 23 preliminary in nature. If the witness understands it
- 24 and has an answer, then we would ask him to provide

- 1 it.
- Do you need it read back or anything?
- 3 THE WITNESS: Yes.
- 4 (Requested portion of the record
- 5 was read by the Court Reporter.)
- THE WITNESS: I don't.
- 7 Q. (By Dr. Pliura) You were asked a line of
- 8 questions, both I think on direct and then on cross,
- 9 about some changes in the pipe related to, I think,
- 10 demand.
- But in Exhibit 1 of your direct testimony,
- 12 which has been admitted into evidence, it speaks
- 13 about a Great Recession and that there were some
- 14 changes in the demand of the heavy crude or demand in
- 15 the types of crude oil.
- 16 Are you generally familiar with that?
- 17 A. I am.
- Q. Could you tell me a little bit about that?
- 19 What is it that your belief is that there's been a
- 20 change in demand since the project initially -- the
- 21 application was filed in '07, 2007, and today?
- 22 A. So originally, there was the identification
- 23 of shippers wanting to ship heavy crudes and
- 24 presumably willing to make some commitments around

- 1 that. And then those would have been discussed or
- 2 negotiated with our business development group. And
- 3 as a result of that, the project went forward in
- 4 terms of its initial development and application for
- 5 a permit and such.
- In the course of the recession, some of
- 7 those shippers came back and indicated, you know, not
- 8 wanting to follow through on those commitments or
- 9 commitments to ship heavy crude. So there was a
- 10 change in the market in terms of what they wanted to
- 11 ship.
- 12 Q. Okay. In this application, in the I'll call
- 13 it the 2007 original application, Mr. Burgess or
- 14 Burgess gave direct testimony.
- 15 Are you generally familiar with Mr. Burgess?
- 16 A. I am not really.
- 17 Q. Mr. Burgess, in this particular case, was
- 18 asked a question 9C -- I am sorry, 9Q in his direct
- 19 testimony that was submitted into evidence in this
- 20 record: Why is there a need for the project?
- 21 And he responded in written form, stating
- 22 that for the reasons in the application and the
- 23 testimony of Professor Cicchetti.
- Do you know who Professor Cicchetti is?

- 1 A. I am not familiar with him.
- 2 O. Furthermore, in Mr. Burgess's direct
- 3 testimony, he indicated that Enbridge had conducted
- 4 what is referred to as an open season and that there
- 5 was substantial demand or interest by the shippers.
- Is that what you're saying that there was a
- 7 change now and there is not the substantial demand by
- 8 the shippers?
- 9 A. Or that it's different.
- 10 Q. And that's what you're saying?
- 11 A. Yeah.
- Q. Are you aware of any evidence that's been
- 13 submitted to the ICC that would support any demand
- 14 that is, apparently, that you have testified has
- 15 changed now?
- 16 A. That would -- you mean demand in the
- 17 original --
- Q. Well, what I am saying is, in the prior
- 19 case, there was testimony by Mr. Burgess,
- 20 specifically in his direct testimony at 9Q, where he
- 21 testified that there was substantial interest by the
- 22 shippers. They had an open season. And what I
- 23 thought I heard is for this project.
- Now, you held, after the Great Recession,

- 1 two or possibly three open seasons, and there isn't
- 2 that substantial demand anymore. Is that correct?
- 3 A. No. What I said was demand change.
- 4 Q. Okay. Demand -- would it be correct to say
- 5 the demand went down?
- 6 A. Overall crude volumes were lower, yeah. And
- 7 in the second -- in the last two open seasons.
- 8 Q. (QUESTION ORDERED STRICKEN FROM RECORD.)
- 9 JUDGE JONES: Wait a minute.
- 10 MR. THOMAS: I object. That goes into
- 11 matters that are supposed to be subject to the
- 12 Protective Order.
- MS. BACK: May I please have the last
- 14 question completely stricken from the record?
- DR. PLIURA: Well, I think, your Honor, I
- 16 believe Marathon is listed in the --
- MS. BACK: I am sorry. Before he continues,
- 18 can we go in camera? I am very concerned with where
- 19 he's going to go with this explanation.
- JUDGE JONES: Well, is the objection to the
- 21 specific number value?
- MR. THOMAS: That's exactly right.
- JUDGE JONES: So agreeable to that being --
- 24 that value being stricken from the record of the

- 1 public hearing.
- 2 DR. PLIURA: Yes, I'll withdraw that
- 3 question for the time being from the public portion.
- 4 JUDGE JONES: So that --
- 5 DR. PLIURA: You can strike that. Agree to
- 6 striking it.
- 7 MS. BACK: Thank you.
- 8 JUDGE JONES: Just so we're clear. That
- 9 question is stricken. And it shall not appear at all
- 10 in the public transcript. Otherwise, it will --
- 11 since it was stated, we need to make sure of that.
- I guess the question is do you want the
- 13 question totally removed or shown without the number
- 14 in it? What do you want to appear in the public
- 15 transcript at this point? Because we have to make
- 16 sure our court reporter fully understands what is
- 17 happening so that the transcript will correspond.
- MR. THOMAS: My suggestion, subject to
- 19 Dr. Pliura's reaction, is to strike the whole
- 20 question. And he ought to re-ask it. Otherwise,
- 21 we're liable to get confused on all sides.
- JUDGE JONES: That's fair enough. That's,
- 23 of course, without prejudice to asking a different
- 24 question without it and in following up in camera if

- 1 you choose to.
- 2 So that question should be shown as stricken
- 3 and shall not appear in the public transcript.
- Q. (By Dr. Pliura) In Exhibit Number 1,
- 5 page five, it is noted about halfway down the page in
- 6 paragraph six -- and I'll read that to you: Thus, as
- 7 noted in Docket Number 13-0446, Marathon Petroleum
- 8 Company, Marathon, which operates three PADD II
- 9 refineries, including one in Robinson, Illinois, that
- 10 are reachable via the Patoka Hub, has now committed
- 11 to have Enbridge move light crude to Patoka via the
- 12 SAX pipeline in order to supply these refineries.
- Do you see that?
- 14 A. I do.
- 15 Q. Is that a true statement?
- A. As far as I know, it is.
- 17 Q. Okay. Is the refineries that are referred
- 18 to at the end of that particular sentence refineries
- 19 owned by Marathon?
- 20 A. I am sorry. I don't understand the
- 21 question.
- Q. Okay. Well, that sentence that I just read
- 23 to you concludes with two words, these refineries.
- Do you see that?

- 1 A. Uh-huh.
- Q. Now, you're certifying this. And I am
- 3 asking you what these refineries are. Are they
- 4 Marathon's refineries?
- 5 A. Yes.
- 6 Q. Directly below that, it indicates, the
- 7 sentence starts: Marathon has contracted for enough
- 8 of the line's initial capacity to warrant
- 9 construction of the line.
- 10 Do you see that?
- 11 A. I do.
- 12 Q. I am going to get back to the question about
- 13 the significant interest by shippers that was
- 14 originally filed in 2007. And now, apparently, the
- interest has dropped off by the shippers, okay. I am
- 16 going to kind of lead into that.
- 17 MR. THOMAS: Excuse me. I object to the
- 18 characterization on the record. I think it misstates
- 19 it. I think the witness has said there was demand.
- 20 You used the word significant. And then he said the
- 21 demand has changed.
- DR. PLIURA: Okay.
- Q. (By Dr. Pliura) Has Mr. Burgess or
- 24 Mr. Cicchetti or anybody on behalf of Enbridge, to

- 1 your knowledge, submitted any documents or testimony
- 2 that would reflect how much demand there is for the
- 3 proposed project now?
- A. Yeah, I haven't seen anything from those
- 5 sources.
- 6 Q. Okay. In Exhibit 1 on page two, at the
- 7 bottom of paragraph one, the last sentence of that
- 8 paragraph one, it says: Accordingly, that pipeline,
- 9 denominated as the Southern Access Extension
- 10 Pipeline, was then conceived --
- 11 A. I am sorry. I am not following you.
- 12 Q. I'm sorry. Go to page two of Exhibit 1.
- 13 A. Yes.
- Q. Go to the paragraph that is labeled number
- 15 one.
- 16 A. Okay.
- Q. Go to the last sentence in that paragraph.
- MR. THOMAS: It's second to last, I believe.
- 19 Q. (By Dr. Pliura) I am sorry. Second to
- 20 last.
- Go to the second to last and read those last
- 22 two sentences. And then I am going to ask you some
- 23 questions about it.
- A. Where it starts off: SAX was proposed?

- 1 Q. Sentence starts with: Accordingly, that
- 2 pipeline.
- 3 A. Okay.
- 4 Q. Do you see that?
- 5 A. Uh-huh.
- 6 Q. Okay. I believe that that refers to the
- 7 original Southern Access Pipeline that was proposed
- 8 as a 36-inch pipeline --
- 9 A. Yes.
- 10 Q. -- correct? Okay.
- 11 And originally, the 36-inch pipeline was
- 12 supposed to move, mainly, heavy crude, correct?
- 13 A. Yes.
- Q. And producers and shippers and Canadian
- 15 Association of Petroleum Producers supported the
- 16 extension project in pursuit of the requisite
- 17 approval, correct?
- 18 A. Yes.
- 19 Q. Now, this particular project is primarily
- 20 going to be a light petroleum project, isn't it?
- 21 A. It's primarily light, light oil at this
- 22 point.
- Q. And are you aware of any testimony that has
- 24 been submitted since the project changed from a

- 1 primarily, or mainly, heavy crude petroleum pipeline
- 2 to a light petroleum pipeline?
- 3 MR. THOMAS: Can I have that question read
- 4 back, please?
- 5 (Requested portion of the record
- 6 was read by the Court Reporter.)
- 7 MR. THOMAS: Dr. Pliura, I mean, perhaps I
- 8 am just confused about the question, therefore, I
- 9 don't know whether to object to it.
- 10 This is, in effect, testimony and it
- 11 obviously addresses that. If there is some aspect to
- 12 that you want to delve into, that's fine.
- DR. PLIURA: Yes.
- Q. (By Dr. Pliura) My followup is going to be
- 15 tell me what basis you are proposing this project for
- 16 now a light petroleum project since the heavy crude
- is no longer going to be the main reason this is
- 18 being proposed.
- Why the light project?
- 20 A. That would have come out of the two open
- 21 seasons that were conducted in those proposals, would
- 22 have come out of that in part or in total. And our
- 23 business development team would have worked those
- 24 agreements.

- 1 So those light crude volumes were identified
- 2 in the more recent open seasons.
- 3 Q. Okay. What I am really trying to understand
- 4 though is Enbridge has not supplemented the record
- 5 with any expert testimony from Mr. Burgess, the
- 6 petroleum engineer, or Mr. Cicchetti about the
- 7 numbers or the benefits that you're aware of, are
- 8 you?
- 9 A. No.
- 10 Q. If the project has changed from -- well, let
- 11 me withdraw that, and say, is it generally correct to
- 12 say that the original plan was to ship heavy crude
- 13 petroleum from Canada down to the United States and
- 14 have that product then shipped to refineries that
- 15 could handle heavy crude refinery services?
- 16 A. Yes. Of course, I wasn't here back then, so
- 17 I can only tell you that the intent was to ship heavy
- 18 crude on SAX. Whether it came from Canada could very
- 19 well have been. I just don't know that.
- Q. Okay. What evidence do we have in the two
- 21 documents that have been admitted into the record
- 22 that suggest that there is any support for this light
- 23 crude project?
- A. Well, I mean, when we do have the shippers

- 1 that make commitments, that's pretty -- that's pretty
- 2 good support.
- 3 Q. Well, I know that -- I know that you're
- 4 saying that there are two shippers. I understand
- 5 that. But I guess, really, what I am trying to
- 6 understand and ask you is: There was Mr. Cicchetti
- 7 and Mr. Burgess had testified there was tremendous
- 8 support from, I believe, it's multiple shippers. And
- 9 then you testified that there was a Great Recession
- 10 and the environment changed. Correct?
- 11 MR. THOMAS: I am going to object to the
- 12 question. The use of the word tremendous. Unless
- 13 Mr. Pliura has the document where that term was
- 14 actually used. I don't have any problem with the
- 15 question if he eliminates that word. But I don't
- 16 believe that's an accurate characterization of the
- 17 testimony.
- JUDGE JONES: I think the witness may have
- 19 actually answered that though.
- Is there an answer in there, Miss Reporter?
- 21 COURT REPORTER: I don't believe there was.
- JUDGE JONES: Response.
- DR. PLIURA: Well, I believe that
- 24 Mr. Burgess's testimony at 9Q that's currently in the

- 1 record in this case uses the word, response was so
- 2 substantial.
- 3 MR. THOMAS: Will you represent that was, in
- 4 fact, the word?
- 5 DR. PLIURA: I will represent, to my
- 6 knowledge and belief, the record says that I have
- 7 written here that the response was so substantial.
- 8 And that's in 9Q of Burgess's direct.
- 9 MR. THOMAS: If counsel has represented
- 10 that, I'll accept that. That is different than the
- 11 word tremendously.
- In general, it seems to be my experience in
- 13 these hearings is to cross examine a witness on some
- 14 statements made by someone else in the record, it's
- 15 customary, in my experience, to show the witness
- 16 those statements rather than simply having
- 17 representations made, whether it's by me or anybody
- 18 else.
- DR. PLIURA: And if you want to stop, I
- 20 could do that. I have it here.
- MR. THOMAS: I have accepted. If you're
- 22 representing to me the word was so substantial, I
- 23 will accept that, subject to your representation.
- JUDGE JONES: Do you want to re-ask the

- 1 question?
- DR. PLIURA: Maybe I will ask.
- 3 Q. (By Dr. Pliura) Would you acknowledge that
- 4 there was substantial interest by multiple shippers
- 5 in 2007 or do you know?
- A. I believe that was the case.
- 7 Q. Is it correct to say that there is less
- 8 substantial interest by shippers for this particular
- 9 proposed project?
- 10 A. Yes.
- 11 Q. Is it correct to say that you held two open
- seasons and two shippers showed interest to commit?
- 13 A. Yes.
- Q. Did anybody, to your knowledge -- or let me
- 15 ask you. Are you aware of whether or not anybody --
- 16 any shippers committed to the third open season for
- 17 this particular project?
- 18 A. I guess I am not aware of a third open
- 19 season.
- 20 Q. Exhibit 3 -- I am sorry, Exhibit 1, page
- 21 three, at paragraph three. If you would just read
- 22 the first couple of lines of that and then I am going
- 23 to ask you some questions about what you
- 24 substantiated here.

- 1 A. You did say Exhibit 1, page two?
- 2 Q. No. Page three, paragraph three.
- 3 A. Page three, paragraph three. Okay.
- 4 Q. Is it -- we touched on this just briefly,
- 5 but is it correct to say that the Great Recession had
- 6 impacted the nation's economy to the point that it
- 7 negatively affected demand for transportation of
- 8 crude oil by common carrier pipelines?
- 9 A. I believe that's correct.
- 10 Q. And is it correct to say that the climate,
- 11 the economic climate, halted entirely or caused the
- 12 demand to fall?
- MR. THOMAS: I object. That's a compound
- 14 question. Decide which way you want to ask.
- DR. PLIURA: Sure.
- 16 Q. (By Dr. Pliura) I am just really going
- 17 after the question or the statement here that starts:
- 18 A climate of economic uncertainty and hesitation
- 19 resulted as market demand and growth fell or halted
- 20 entirely and demand for petroleum products and crude
- 21 oil transportation stagnated.
- MR. THOMAS: I withdraw my objection.
- THE WITNESS: That's a correct statement.
- Q. (By Dr. Pliura) Are you aware of any

- 1 evidence that has been submitted by any expert in
- 2 this particular case to reopen that would suggest
- 3 that the demand has improved to the point to
- 4 substantiate a 24-inch pipeline?
- 5 A. Yeah, I am not aware of that.
- Q. Page four of Exhibit 1 under paragraph four,
- 7 if you could read the first several sentences there
- 8 and I'll ask you some questions about that.
- 9 The first sentence mentions: In this period
- 10 of economic restraint and retrenchment, developments
- in the supply side of the energy market and demand
- 12 for various petroleum grades shifted somewhat in
- 13 nature.
- Can you tell me what that means in plain
- 15 English? I don't know what supply side energy market
- 16 demand is.
- 17 A. Yeah, sure. What we're talking about there
- 18 is the ongoing productions in North Dakota,
- 19 particularly the developments in Alberta and
- 20 Saskatchewan, in those formations that brought more
- 21 crude online to be shipped. So that was actually
- 22 nonexistent or very minor, initially, in 2007.
- Q. Okay. And what do you mean when you say
- 24 demand for various petroleum grades shifted? Is

- 1 that --
- 2 A. That's just talking the shift from -- for
- 3 the light versus the heavy based on the availability
- 4 of the light.
- 5 Q. Other than this statement here, is there
- 6 anything, any evidence in the record that would
- 7 support the volume of this change, meaning if the
- 8 drop when heavy crude was X barrels a day, but there
- 9 has been a non-commitment increase in light barrels a
- 10 day?
- Do you see what I am saying?
- 12 A. Yeah, I don't know that we document the --
- or provide documentation in terms of the shippers
- 14 wanting to not ship heavy crudes. We just didn't do
- 15 that. We did document the fact that we do have
- 16 shippers ready to ship.
- 17 Q. Two shippers?
- 18 A. Two shippers.
- 19 Q. Reading down about six or eight lines, there
- 20 is a sentence there that says: Recognizing these
- 21 factors, the Enbridge system undertook a number of
- 22 responses. These included the decision to build the
- 23 Flanagan South Pipeline from Pontiac to Cushing,
- Oklahoma, a project proposed in 2012 and authorized

- 1 by the Commission in 2013 and December '12
- 2 announcement of Enbridge's \$6.2 billion "Light Oil
- 3 Market Access Program."
- 4 Do you see that?
- 5 A. I do.
- 6 Q. Is it correct to say that the Flanagan South
- 7 Pipeline that you reference here is shipping some of
- 8 the materials that you talked about, this Bakken,
- 9 down from Pontiac to Cushing, Oklahoma?
- 10 A. I am not really that familiar with the
- 11 Flanagan South shippers. That project, I don't have
- 12 much to do with. So I don't know what the make up
- 13 are on the shippers and the volumes.
- Q. Is it correct to say that you can't really
- 15 certify or attest to this information that you
- 16 actually have certified? You can't certify that
- 17 part?
- 18 A. What I said is I couldn't specifically tell
- 19 you what the volume mix is of Sandpiper.
- Q. I don't really need to know the volume of
- 21 the specific barrel number. Is it correct to say in
- 22 this document that you certified that a decision --
- 23 let me ask.
- 24 Why was the Flanagan South Pipeline built

- 1 that you certified here?
- 2 A. It was the demands. Again, I don't have the
- 3 specifics on Flanagan South having not been involved
- 4 with it. The fact is it is being built. And in
- 5 fact, is -- you know, there are shipper volumes
- 6 identified to be shipped on that. Otherwise, there
- 7 wouldn't be economic value in building that.
- 8 So in fact, that is a correct statement. I
- 9 just don't know the breakdown of what is included in
- 10 those volumes on Flanagan South.
- 11 Q. What is the importance of them to have the
- 12 Flanagan South Pipeline mentioned here in this
- 13 particular document that you certified? Do you know?
- 14 A. They're just mentioned in the context of the
- overall program of which that's a part of. It's a
- 16 \$6 billion program. It involves several different
- 17 projects of which that is one of them.
- 18 Q. Well, is the Flanagan South Pipeline
- 19 carrying at least some light oil?
- 20 A. I believe so. But again, I can't tell
- 21 you -- I'm not an expert on Flanagan.
- 22 Q. Well --
- MR. THOMAS: Just so the record is clear.
- 24 There was a whole proceeding on Flanagan. There is a

- 1 whole public record on that that could be looked at
- 2 for purposes of some of these questions.
- 3 Q. (By Dr. Pliura) The reason that I am asking
- 4 this is we have gone over Enbridge maintains that the
- 5 market demand shifted from heavy crude up in Canada
- 6 to the Bakken formation. Correct?
- 7 MR. THOMAS: I object. That
- 8 mischaracterizes his testimony. He said that it was
- 9 light oil both from Bakken and from Saskatchewan.
- 10 And Alberta, which last I looked, are in Canada.
- 11 Q. (By Dr. Pliura) Well, the document here
- 12 indicates growing refining demand in eastern Canada
- 13 and U.S. for so-called light oil. Is that true?
- 14 A. Yes.
- Q. And in response to that, Enbridge built the
- 16 Flanagan South, correct?
- 17 A. As part of the response to that, yes.
- Q. In regards to this change in the pipeline
- 19 from 36 to 24, really, what I am getting at is if you
- 20 got a 30 -- a 42-inch pipe coming into Flanagan and a
- 21 36-inch pipe that goes from Flanagan to Cushing, and
- 22 you have got now a 24. You've got 24 and you've got
- 23 36 coming out of Flanagan, but you only got 42 coming
- 24 into Flanagan, correct?

- 1 A. Yeah, I am not really that up to speed on
- 2 all the pipes coming into Flanagan and going out.
- 3 That's an operations expertise.
- 4 Now, the other thing too is it's not the
- 5 pipe diameter that's the need to be balanced. It's
- 6 the flow rates.
- 7 What you're suggesting is that there's got
- 8 to be a balance there. And it's the flow rates that
- 9 you want to balance.
- 10 Q. Are you a petroleum engineer?
- 11 A. I am not.
- 12 Q. Do you have any independent knowledge on the
- 13 flow rates and how that -- could you testify to any
- 14 basis on the flow rates?
- 15 A. I don't know the flow rates going in and out
- 16 of Flanagan. That would be somebody with operations.
- Q. Would it be correct to say that if I ask you
- 18 what a flow rate is for a 24-inch pipe of light oil
- 19 versus heavy oil, you wouldn't be able to tell me?
- 20 A. Not off the top of my head. I would have to
- 21 run calculations. It's an engineering function.
- 22 It's not something somebody could tell you off the
- 23 top of their head.
- Q. You're not an engineer, right?

- 1 A. My background is engineering. However, I
- 2 have been in management for such a long time that I
- 3 would probably defer to others to run the
- 4 calculations.
- 5 Q. Page five of Exhibit 1, paragraph six.
- 6 Again, we talk about this development period from
- 7 2007 to 2012 where supply and transport diversity
- 8 increased with demand shifting to light oil in the
- 9 U.S. Midwest and eastern Canada markets and heavy
- 10 crude demand in movements growing in and to the U.S.
- 11 Gulf Coast refining complex, resulting in the project
- 12 such as the Flanagan South.
- 13 Is Flanagan South now mainly carrying heavy
- 14 crude to the south?
- 15 MR. THOMAS: I object to this line of
- 16 questioning.
- 17 First off, we're not in the Flanagan South
- 18 proceeding. Secondly, the witness has said he
- 19 doesn't know a lot of specifics about Flanagan South.
- 20 And Mr. Pliura, who also, I believe, is not
- 21 a petroleum engineer, is you know, suggesting somehow
- 22 that all of this would require a petroleum engineer.
- 23 So he's in the wrong proceeding. We have got a
- 24 witness who says he doesn't know much about that

- 1 pipeline. And supposedly, only a petroleum engineer
- 2 could understand any of this any way.
- 3 So I object on that basis.
- 4 JUDGE JONES: Response.
- 5 DR. PLIURA: Well, my response is this.
- 6 They have chosen not to -- Enbridge has chosen not to
- 7 supplement the record with any expert testimony from
- 8 petroleum engineers, from economists, from
- 9 Mr. Burgess who gave testimony in the original record
- 10 here.
- And obviously, my question is, is if he is
- 12 not here to testify to it, he did testify that the
- 13 demand has all changed. But we don't have any demand
- 14 to support this particular project. There isn't any
- 15 testimony that I can see in here that said what the
- 16 demand is and that it is sufficient for a 24-inch
- 17 pipeline. That's where we're going with this.
- JUDGE JONES: Miss Reporter, could you read
- 19 the question back, please.
- 20 (Requested portion of the record
- 21 was read by the Court Reporter.)
- JUDGE JONES: Well, I'll allow the question.
- 23 It's essentially a followup seeking some followup
- 24 information from what is in paragraph six. Where

- 1 that line of questioning may lead is to serve another
- 2 question, but it sounds like a reasonable question
- 3 given the statement that was read into the record.
- 4 MR. THOMAS: Thank you for the ruling. I
- 5 would like to state on the record, however, because I
- 6 think it's a matter of public knowledge. There is no
- 7 Flanagan South line built at the time. It should be
- 8 clear, it's not operative.
- 9 JUDGE JONES: Do you want to re-ask your
- 10 question or what do you want to do?
- DR. PLIURA: I think I'll just --
- 12 JUDGE JONES: Let me say this too. That
- 13 really needs to be inserted into the argument before.
- 14 MR. THOMAS: I apologize.
- JUDGE JONES: When you have the chance.
- 16 Rather than waiting again, waiting for something to
- 17 be read back and coming up with new arguments.
- MR. THOMAS: I apologize. I think that's
- 19 the second time I have done that. I will try to make
- 20 sure I don't do it again. I did not do it
- 21 deliberately.
- JUDGE JONES: I don't doubt that.
- 23 Nevertheless.
- Do you want to keep the same question on the

- 1 table or do you want to ask a different one?
- 2 DR. PLIURA: I am going to ask a different
- 3 question.
- 4 Q. (By Dr. Pliura) I am going to go to the
- 5 bottom of page five, which is seven -- paragraph
- 6 seven. And you have certified a claim that in the
- 7 circumstances, and as part of the Light Oil Market
- 8 Access Program, Enbridge Illinois has determined that
- 9 the appropriate initial capacity of the SAX pipeline
- 10 is now 300,000 barrels per day, a volume that can be
- 11 readily accommodated by a 24-inch outside diameter
- 12 pipeline.
- Do you see that?
- 14 A. Yes.
- 15 Q. Now, we have established that you're not a
- 16 petroleum engineer that has expertise on testifying
- 17 here today, correct?
- 18 A. I am not a petroleum engineer.
- 19 Q. And what I am -- other than just this
- 20 conclusionary statement, this statement that Enbridge
- 21 Illinois has determined the appropriate initial
- 22 capacity of the SAX pipeline is now 300,000 barrels,
- 23 my question is: How have they come to decide that
- 300,000 and 24 inches is the proper change to make?

- 1 And there is no --
- 2 A. That's an analysis our business development
- 3 group would have made by, again, understanding the
- 4 markets, monitoring the markets and market trends,
- 5 and then also looking at that capacity relative to
- 6 other North America capacities and determining that
- 7 that would be an appropriate size. And then once
- 8 they figure the volumes, it's just a matter of math
- 9 to come up with 24 to support that volume.
- 10 Q. Is it correct to say that nobody from
- 11 Enbridge business development has submitted anything
- 12 into the record to substantiate the allegations that
- 13 300,000 is needed?
- 14 A. Yeah, I don't recall them submitting backup
- 15 to that 300,000.
- Q. Enbridge does have commitment, apparently,
- 17 from Marathon, correct?
- 18 A. Yes.
- 19 Q. Page seven of your Exhibit 1, you indicate
- 20 SAX line will initially -- this is at the top line.
- 21 The SAX line will initially transport more light oil
- than heavy crude, correct?
- 23 A. Yes.
- Q. And that is not what was originally proposed

- 1 in this project, was it? It was originally primarily
- 2 heavy crude or, mainly, heavy crude?
- 3 A. Yes.
- 4 Q. Are you aware of anything in the record that
- 5 Enbridge has submitted that would suggest that there
- 6 is a need for more light oil and less heavy crude?
- 7 A. Well, I think the material that we have
- 8 submitted indicates that we do have shipper
- 9 commitments for some volumes. But the part that I
- 10 don't think we have submitted is the change or the
- 11 lack of commitments or information on the lack of
- 12 commitments so far on the heavy side for heavy oils.
- Q. You were asked a line of questions about, I
- 14 think, refineries. And I was making notes, so I
- 15 apologize.
- JUDGE JONES: Is this line of questioning by
- 17 whom?
- DR. PLIURA: I think it was Mercer Turner.
- JUDGE JONES: Typically, we don't allow
- 20 followup cross on other people's cross. If you're
- 21 going to represent to me that you would be asking
- these questions anyway, even if you had not heard
- 23 Mr. Turner ask them, I will accept your
- 24 representation and allow you to proceed. If it's

- 1 simply following up on somebody that went ahead of
- 2 you, then I will not.
- 3 If you want to make that representation --
- 4 DR. PLIURA: I will make that
- 5 representation.
- 6 Q. (By Dr. Pliura) I just wanted to clarify, I
- 7 think you said you had no opinion on the amount of
- 8 any refining demand that any refiners had, correct?
- 9 A. That's correct.
- 10 Q. Are you aware of any evidence that's in the
- 11 record as to refining demand?
- 12 A. I don't recall seeing any references to
- 13 refining demand within the documentation.
- 14 O. You have on several occasions talked about
- 15 the business development people at Enbridge.
- Do you recall that?
- 17 A. I have, yes.
- 18 Q. You're not in that particular division?
- 19 A. I am not.
- 20 Q. I apologize. I am just trying to get an
- 21 understanding of that business development team.
- What is it that they do at Enbridge?
- 23 A. Well, they're tasked with monitoring the
- 24 markets in North -- throughout the world, actually.

- 1 But primarily in North America to assess where there
- 2 is a need in terms of production and distribution.
- 3 And so they monitor that fairly closely and
- 4 then also do that a number of ways, including staying
- 5 abreast in the industry, but also talking to
- 6 different shippers, different producers to determine
- 7 where a need may exist for pipeline or some
- 8 transportation requirement. That's their primary
- 9 function. Once they do that, they also go on to
- 10 analyze that need to determine, you know, what
- 11 Enbridge may want to do in order to satisfy that
- 12 need.
- 13 Q. I am going to just ask you, in the original
- 14 testimony in this particular case, Dale Burgess, at
- 15 page five, I think it was -- I have 10 here written,
- 16 but it's page five, Dale Burgess indicated that there
- 17 was -- given overall demand in an increasing
- 18 preference of refiners for Canadian source crude, and
- 19 then he went on to testify in support of the project.
- 20 A. I am sorry. You're saying on our page five?
- 21 Q. No, no. I am sorry. This was in the
- 22 original. I had a page five here.
- But I'm going to ask you a question about
- 24 that. He indicated in support of the project and the

- 1 need for a 36-inch pipe that there was increasing
- 2 demand for Canadian sourced crude. And a decline in
- 3 American domestic production. Okay, that was in '07.
- 4 Has there been an increase now in -- or a
- 5 flip flop -- I will call it a flip flop in that. Is
- 6 there now increasing, in your opinion, production in
- 7 America and declining production in Canada?
- 8 A. Well, I can tell you there is increase in
- 9 production in the U.S. I don't know of any declining
- 10 production in Canada. I just don't know.
- 11 Q. And I am just going to ask you about, you
- 12 know, much of the original application was based on
- 13 figures that -- for which evidence had been submitted
- 14 about 400,000 barrels of this heavy crude daily.
- 15 Are you generally aware of that?
- 16 MR. THOMAS: I am going to object to the
- 17 characterization of the application. I don't have
- 18 any problem with your asking the question about the
- 19 400,000. But to say that much of the original
- 20 application focused on that I think is a
- 21 characterization that doesn't need to be made and I
- 22 think is inaccurate.
- DR. PLIURA: We could remove the word much.
- MR. THOMAS: That's fine.

- 1 THE WITNESS: Can you restate the question,
- 2 please?
- 3 Q. (By Dr. Pliura) Well, yeah.
- 4 You're aware that, originally, there was
- 5 this proposal that this project would add initial
- 6 capacity of 400,000 barrels per day for movement to
- 7 the Patoka storage facility and to the southern
- 8 United States, is that --
- 9 A. Yes.
- 10 Q. Are you aware of that?
- 11 A. Yes.
- 12 Q. Now, when this project is changed from a 36
- 13 to a 24, that will no longer be the case. There
- won't be 400,000 barrels per day, will there?
- 15 A. No.
- Q. And I am reading now from just a blurb out
- 17 of the Fourth District Appellate Court opinion. But
- 18 it references there were comments by Enbridge's
- 19 experts that there would be a present value savings
- of \$407 million based on mitigating effects if the
- 21 change in the size of the pipeline changes the amount
- of and type of oil or crude petroleum that's being
- 23 shipped into the United States.
- 24 Will that change these numbers, these

- 1 benefits?
- 2 MR. THOMAS: I object to using the Appellate
- 3 Court decision that way. Mr. Monthei is not a
- 4 lawyer. He would have to determine, you know, in
- 5 what context the Appellate Court said that and so
- 6 forth. There's got to be a more direct way for
- 7 Mr. Pliura to get at his question.
- 8 DR. PLIURA: I am happy to restate it.
- 9 Q. (By Dr. Pliura) Enbridge, in its initial
- 10 application, had an expert testify that there would
- 11 be substantial benefits to the Illinois consumers and
- 12 that they would enjoy, number one, present value
- 13 savings of \$407 million based on the mitigating
- 14 effect of increased oil production and improved
- 15 regional security and dependancy on uncertain oil
- 16 supplies from South America and the Middle East are
- 17 replaced by a stable flow of Canadian oil.
- I guess my question is, is if you change the
- 19 size of the pipe from 400,000 barrels a day down to
- 20 something less, aren't you going to change the whole
- 21 benefit scenario numbers?
- 22 A. Well, the public benefit in our -- arrived
- 23 at for Southern Access Extension, as we submitted in
- our testimony, was determined by a number of factors

- 1 that the ICC utilized in determining that value. I
- 2 don't think flow rate was one of the things that they
- 3 referenced.
- Q. Okay. So you don't believe then that by
- 5 changing the size of the pipe that will have any
- 6 change on the economic benefits that Enbridge's
- 7 experts testified to in this case, is that what
- 8 you're saying?
- 9 A. Well, okay. Now you're changing the
- 10 question. Before you were asking me about the public
- 11 benefit. Now we're talking specifically economic
- 12 benefit.
- So are we talking economic benefit or
- 14 talking --
- 15 Q. I will talk about any benefits.
- 16 A. Because they are different.
- 17 Q. Well, let's talk about public benefit. Are
- 18 you generally aware that in this case, this '07 case,
- 19 Enbridge had experts testify that there will be
- 20 present value savings of \$407 million. And that the
- 21 public would benefit. Specifically, it would benefit
- 22 Illinois consumers. That's what Enbridge's expert
- 23 testified to. Just take it -- just for the sake of
- 24 this, assume that is what is in this record.

- 1 A. Okay.
- 2 Q. If you change the size of the pipe from --
- 3 and the amount shift from 400,000 barrels a day to
- 4 something less, won't those monetary benefits change?
- 5 A. They could. You're playing with a number of
- 6 variables. And that kind of analysis, you're talking
- 7 about the volume which offsets the cost. So in this
- 8 case, we have the different volumes and different
- 9 costs. So is the relative value the same when you do
- 10 that analysis? I couldn't tell you off the top of my
- 11 head.
- Q. You're not really prepared or able to say
- 13 what the benefits would be. Wouldn't that be left, I
- 14 mean, from the financial standpoint? Like,
- 15 Cicchetti, for example. If he testified to \$407
- 16 million, you're not able to testify?
- 17 A. I don't have the economic analysis that is
- 18 complimentary to that here in front of me.
- 19 Q. Is that correct then, you're not able to
- 20 testify to the benefit?
- MR. THOMAS: I object. As long as you add
- 22 as confident by Dr. Cicchetti, I have no objection.
- 23 The witness has already said there is a difference
- 24 between public benefit and economic benefit. You

- 1 just need to be clear.
- 2 Q. (By Dr. Pliura) Well, what is the
- 3 difference between public benefit and economic
- 4 benefit?
- 5 A. The public benefit, as we have defined in
- 6 our testimony, is what was determined by Illinois
- 7 Commerce Commission in terms of their evaluation of
- 8 this project. The economic benefits is just simply
- 9 the value of that project that is realized when it's
- 10 completed and we bring in product or we transfer
- 11 those product. It's pure economics.
- 12 Q. Okay. I am going to just follow up on that
- 13 question.
- 14 You indicated that the ICC determined that
- there would be a public benefit, correct?
- 16 A. Yes.
- Q. And that was when there was a pipe that was
- 18 going to be 36 inches in diameter and it was going to
- 19 transport heavy crude from Alberta in Canada down
- 20 through Superior and into Illinois?
- 21 A. That's correct.
- Q. And now, that has all changed, correct?
- 23 A. Yes.
- Q. Are you aware of any testimony from anybody

- 1 that would substantiate the benefit that Illinois
- 2 consumers, or any consumers, are going to get, from
- 3 the now changed project of what was originally
- 4 proposed, the 36 and the heavy crude, now 24 and
- 5 light crude, from a whole different area?
- 6 A. Those same kind of analyses, those same kind
- 7 of discussions, those same type of references,
- 8 irrespective of either scenario, 36 or 24, are still
- 9 relevant.
- 10 So yes, those conversations would have --
- 11 you're asking me specifically, am I personally aware
- of what testimonies are presented with respect to
- 13 those benefits. Other than what is stated in our
- 14 submission where we reference what ICC had to look to
- in terms of determining those public values, I don't
- 16 know of any.
- 17 Q. Okay. I think I just have a few more
- 18 questions on this before we get into the confidential
- 19 stuff.
- 20 But my -- there was originally a filing by
- 21 Enbridge in the Federal Energy Regulatory Commission.
- 22 Are you generally familiar with this, about
- 23 this project?
- 24 A. Yes.

- 1 Q. And you're familiar that that was submitted,
- 2 and it was proposing a 24-inch pipeline, correct?
- 3 A. Yes.
- Q. Do you know, generally, when that occurred,
- 5 that FERC filing?
- A. You know, I can't recall the timing exactly.
- 7 Q. I have a copy here and I was just going to
- 8 ask you. If I could just take a moment to look at
- 9 it.
- DR. PLIURA: May I approach, your Honor?
- 11 JUDGE JONES: Yes, sir.
- Q. (By Dr. Pliura) Is it correct that on May
- 2, 2013, to the best of your knowledge, Enbridge
- 14 filed a petition for a Declaratory Order with the
- 15 Federal Energy Commission related to the Southern
- 16 Access Extension Project?
- 17 A. Yes, I believe that's correct.
- 18 Q. And is it correct, if you look down to three
- 19 -- and I know this isn't in the record, but if you
- 20 would look down to paragraph three on page one of the
- 21 FERC report. It indicates that, according to
- 22 Enbridge Illinois, the project currently is sized as
- 23 a 24-inch pipeline that will provide up to
- 300,000 barrels per day of capacity for crude oil

- 1 transportation.
- 2 MR. THOMAS: Is there a question there?
- 3 Q. (By Dr. Pliura) Is that correct?
- 4 A. Yeah, you just read that sentence. And I
- 5 believe that's correct.
- Q. Really, what I am getting at is that it's
- 7 correct that as of May 2, 2013, Enbridge was
- 8 proposing a 24-inch pipeline, isn't that correct, for
- 9 this particular Southern Access Project?
- 10 A. Well, that's partly correct. But the
- 11 paragraph also goes on to state that the results of
- 12 additional open season, Enbridge states it may
- increase the size of the pipe from 30 to 36 inches.
- So what is going on in that period is our
- 15 business development people are assessing the market
- 16 conditions. And they want to do that right up until
- 17 they're not able to do it. And then based on that
- 18 assessment and understanding of market conditions,
- 19 they're either going to propose to design this
- 20 pipeline for increased values based upon market --
- 21 most current market conditions and market trends or
- they're going to propose less, smaller values if
- 23 that's what the market trends demand.
- 24 This says, at this particular moment, it

- 1 looks like 24. But it also says that could all
- 2 change. And to be honest with you, we were looking
- 3 at different sizes for this pipeline up until we
- 4 ordered the pipeline.
- 5 Q. Is it correct though that as of May 2, 2013,
- 6 you were proposing at that time a 24-inch pipeline
- 7 for Southern Access, is that correct?
- 8 A. Again, this proposes a 24. But it also goes
- 9 on to state that market conditions could change that.
- 10 So there is a qualifier.
- 11 Q. Did any of the market conditions change that
- warranted going upwards?
- 13 A. Ultimately, no. We went with 24. But I can
- 14 tell you that they did go up to 30. There for a
- while, we thought they were going to be 30, then down
- 16 to 24, then up to 30. So during that assessment
- 17 period, we were all over the map on the size based on
- 18 what our business development people were telling us
- 19 the market demands were going to support.
- 20 Q. Okay.
- 21 A. We actually thought it was going to be
- 22 30 inches right up until we made the pipe order.
- Q. Okay. It was going to be less than 36
- though, correct?

- 1 A. Well, 30 was kind of the number that kept
- 2 coming to the -- in terms of a likelihood. The 30 --
- 3 it could have been 36 at one point. But like I said,
- 4 it went up and down while they were doing these
- 5 analyses.
- 6 DR. PLIURA: Would it be -- just go through
- 7 my notes and then I think we can go quickly on, your
- 8 Honor, to the private portion of my questioning and I
- 9 will finish.
- 10 Q. (By Dr. Pliura) One last question. If
- 11 Marathon was not involved in this particular project,
- 12 would it be, in your opinion, that the project would
- 13 not be viable?
- A. I am not sure. When you say Marathon not
- involved, do you mean if they did not make the
- 16 commitment on the volumes or do you mean Marathon not
- involved in terms of the partnership that they have
- 18 with Enbridge as a part owner?
- 19 Q. Both.
- 20 A. I would say the first part, if Marathon was
- 21 not a partner with Enbridge on this pipeline, the
- 22 pipeline would go forward. If Enbridge was not a
- 23 committer with respect to those volumes, which is a
- 24 separate agreement, then there might not be enough

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volumes to justify the project.
 1
             DR. PLIURA: Okay. I think that would
 2
 3
     conclude my time, except for the private questioning.
 4
             JUDGE JONES: At this time, let the record
 5
     show that the public portion of the hearing today is
 6
     temporarily put on hold and we hereby move into in
    camera -- or back into the in camera portion of
 7
8
     today's hearing and resulting transcript.
                      (At this time, pages 1258 - 1271
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10
                      were held in camera.)
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- 1 Q. (By Dr. Pliura) In your open seasons that
- 2 were proposed for the Southern Access Extension, were
- 3 shippers expected to commit for 10 or 15-year terms?
- A. I am sorry. Were they expected to ship, I
- 5 guess, either or?
- 6 Q. Either or.
- 7 A. I don't know the terms of what specific
- 8 things we were requesting at that open season.
- 9 Typically, they're longer term commitments. But
- 10 whether it was 10 or 15, I just don't recall.
- 11 Q. Okay. If we say either 10 or 15, were
- 12 committed shippers expected to sign a commitment for
- 13 either a 10 or a 15-year term?
- A. It's typically a longer duration. So it
- would have been something in that order, yes.
- JUDGE JONES: Could we open that door just
- 17 to make sure anybody that comes around looking to get
- in will be able to see that we're not still in
- 19 confidential session? Thank you.
- Q. (By Dr. Pliura) Under the terms of those
- 21 commitments, if someone wanted to ship and commit to
- ship, were they going to be expected to pay for a
- 23 portion of the pipeline as well?
- A. They would have paid whatever tolling are

- 1 worked out in the FERC agreement.
- 2 Q. Yes. And isn't it true that the FERC
- 3 agreement required that they pay a portion of the
- 4 actual pipeline construction?
- 5 A. The pipeline construction and operating cost
- 6 would have been factored into that toll, yes.
- 7 Q. So somebody that wanted to ship on
- 8 Enbridge's -- wanted to use or use as common carrier
- 9 and commit to ship on the common carrier pipeline,
- 10 they were going to be expected to sign either a 10 or
- 11 15-year commitment and they were going to have to pay
- 12 for the pipeline or a portion of it, correct?
- A. Well, what I said was they would have to pay
- 14 whatever tolls were determined from FERC.
- 15 Q. And I think --
- 16 A. As part of that, it would recognize there
- 17 are capital costs depreciated. That's part of the
- 18 cost of operating the pipeline. But they wouldn't
- 19 own the pipeline.
- Q. I know that.
- 21 A. Okay.
- 22 Q. They wouldn't own the pipeline, but they
- 23 were going to -- a person. If I wanted -- I was a
- 24 member of the public here in Illinois and I wanted to

- 1 ship on this common carrier, if I had the pipeline
- 2 product, I would have to, under the open season
- 3 agreement, sign a 10 or 15-year commitment, correct?
- 4 A. Under the open season agreement, yes.
- 5 Q. And I would have to agree to the FERC?
- 6 A. Rates.
- 7 Q. Rate, which included a payment to actually
- 8 -- that was allocated for construction of the
- 9 pipeline too, correct?
- 10 A. That's under the open season. Of course,
- 11 there's other ways to do that too. But yes, that's
- 12 under the open season. In order to tie up the
- 13 shippers for a longer commitment.
- Q. Right.
- Well, what happens if a smaller shipper that
- 16 just gets into the business but wants to use this
- 17 common carrier pipeline for public use doesn't have
- 18 the wherewithal to commit to a 10 or 15-year contract
- or can't afford to pay for the pipeline like Marathon
- 20 can?
- 21 A. There is a requirement that we keep some
- 22 capacity reserve for any spot shippers other than
- 23 long term.
- Q. How much is that capacity?

- 1 A. I believe it's -- I can't remember the
- 2 percentage. It's a regular -- I would rather not
- 3 speculate, but there is a margin that we're required
- 4 to keep. It's in the 10 percent range, something
- 5 like that, for just spot.
- 6 Q. And so 10 percent of that line, would that
- 7 be correct, would be reserved?
- 8 A. That's my recollection. I think it's 10
- 9 percent. But again, I haven't looked at that
- 10 recently.
- DR. PLIURA: I have no further questions.
- 12 JUDGE JONES: All right. Thank you, Dr.
- 13 Pliura.
- We have heard the redirect on the in camera
- 15 portion. Is there any redirect otherwise?
- MR. THOMAS: If you'd give us just a few
- 17 minutes. There's been a gap here, so we just need to
- 18 go through our notes.
- JUDGE JONES: I don't want to give too much
- 20 time. What do you suggest here?
- MR. THOMAS: I would suggest no more than
- 22 five minutes. Might be less.
- JUDGE JONES: All right. We hereby recess
- 24 for five minutes.

- 1 (Recess taken.)
- 2 JUDGE JONES: Back on the record.
- 3 Mr. Thomas, redirect.
- 4 MR. THOMAS: I am going to try to make
- 5 everybody happy. There will be no redirect.
- 6 JUDGE JONES: I believe that concludes the
- 7 questioning of the witness.
- 8 Am I overlooking anything?
- 9 (No response.)
- JUDGE JONES: Let the record show no
- 11 response.
- 12 Thank you, sir.
- 13 All right. The examination of Mr. Monthei
- 14 is concluded.
- 15 That brings us to somebody else's witnesses.
- 16 I don't know if there's been any prior arrangement.
- 17 Who's planning on going next? Any
- 18 discussion?
- 19 MR. OLIVERO: I was thinking we could go
- 20 ahead and use Staff witness Mark Maple.
- JUDGE JONES: All right. Then that's what
- 22 we'll do.
- 23 \* \* \* \* \*
- 24 MARK MAPLE,

- of lawful age, produced, sworn and examined on behalf
- 2 of STAFF, testifies and says:
- 3 DIRECT EXAMINATION
- 4 QUESTIONS BY MR. OLIVERO:
- 5 Q. Good afternoon. Please state your full name
- 6 and spell your last name for the record.
- 7 A. My name is Mark Maple. My last name is
- 8 spelled M-A-P-L-E.
- 9 Q. And Mr. Maple, by whom are you employed?
- 10 A. I am employed by the Illinois Commerce
- 11 Commission.
- 12 Q. And what is your position with the Illinois
- 13 Commerce Commission?
- 14 A. I am a Senior Gas Engineer for the Energy
- 15 Engineering Program of the Safety and Reliability
- 16 Division of the Illinois Commerce Commission.
- 17 Q. And Mr. Maple, have you prepared written
- 18 testimony for purposes of this reopening proceeding?
- 19 A. Yes, I have.
- Q. And do you have before you a document which
- 21 has been marked for identification as ICC Staff
- 22 Exhibit 4.0, which consists of a cover page, four
- 23 pages of narrative testimony, Attachments A and B,
- 24 and is titled Direct Testimony on Reopening of Mark

- 1 Maple?
- 2 A. That's correct.
- 3 Q. Is that a true and correct copy of the
- 4 direct testimony that you have prepared for this
- 5 proceeding?
- 6 A. Yes, it is.
- 7 Q. Do you have any corrections to make to your
- 8 prepared direct testimony?
- 9 A. No, I do not.
- 10 Q. Is the information contained in ICC Staff
- 11 Exhibit 4.0 and the accompanying schedules true and
- 12 correct to the best of your knowledge?
- 13 A. Yes.
- Q. And if you were asked the same questions
- 15 today, would the answers contained in your prepared
- 16 testimony be the same?
- 17 A. Yes.
- MR. OLIVERO: Your Honor, at this time, I
- 19 would ask for admission into the evidentiary record
- 20 of Mr. Maple's direct testimony on reopening marked
- 21 as ICC Staff Exhibit 4.0, and would note for the
- 22 record, this is the same document that was originally
- 23 filed on the Commission's e-Docket system on
- 24 August 27, 2014. And we would tender Mr. Maple for

- 1 cross examination.
- JUDGE JONES: Thank you.
- 3 Are there any objections to the admission of
- 4 ICC Staff Exhibit 4.0?
- 5 MR. THOMAS: No objection.
- DR. PLIURA: Pliura Intervenors have no
- 7 objection.
- 8 JUDGE JONES: Others?
- 9 MR. TURNER: No objection yet. But your
- 10 Honor, I am reserving cross. Is that the
- 11 understanding?
- JUDGE JONES: You are reserving cross. But
- 13 are you --
- MR. TURNER: Subject to cross, I have no
- 15 objection.
- JUDGE JONES: So your no objection is
- 17 qualified. It's subject to cross.
- 18 MR. TURNER: Yes.
- 19 JUDGE JONES: Then I will withhold any
- 20 ruling on the admissibility of 4.0 and order that
- 21 Mr. Turner can determine whether he has any
- 22 objections after cross.
- The witness has been tendered for cross. Do
- 24 both of you, Dr. Pliura and Mr. -- both of you have

- 1 questions?
- 2 DR. PLIURA: Yes.
- 3 MR. TURNER: Yes.
- 4 JUDGE JONES: Who would like --
- 5 MR. TURNER: I would, if it would please the
- 6 Court and counsel and everyone.
- 7 JUDGE JONES: Mr. Turner.
- 8 CROSS EXAMINATION
- 9 QUESTIONS BY MR. TURNER:
- 10 Q. Mr. Maple, you have had the high honor and
- 11 distinction, have you not, of serving in the capacity
- 12 as a witness on behalf of the Illinois Commerce
- 13 Commission for the '07 case filed in 2007, for the
- 14 Case 13-0447 and for reopen 07-0447, is that correct?
- 15 A. That's correct.
- Q. And I have always -- I thought it was a
- 17 great coincidence, but probably intentionally done.
- 18 The '13 case and '07 case have the same last four
- 19 digits. Was that intentionally done that way so it
- 20 would be marked as -- upon the '07 case?
- 21 A. I think it was coincidence. But it makes it
- 22 easy to remember.
- 23 Q. Wow.
- And in your testimony in this proceeding,

- 1 you have identified elements, have you not, which you
- 2 consider must be met in order for there to be an
- 3 amendment to the '07 Certificate of Good Standing
- 4 from a 36-inch to a 24-inch pipeline, is that
- 5 correct?
- 6 MR. OLIVERO: Your Honor, would it be
- 7 possible for Mr. Turner to reference where he's
- 8 discussing, I guess, in his testimony? I know it's
- 9 not that long.
- MR. TURNER: Yes.
- MR. OLIVERO: Thank you.
- 12 Q. (By Mr. Turner) Sorry about this. On page
- 13 two, line 31, in response to that question on line
- 14 31, you mention four criteria.
- 15 A. Those are criteria for obtaining a
- 16 certificate. Not for amending a certificate.
- 17 Q. Okay. That's what I was going to ask you
- 18 about.
- 19 Are those four criteria that are mentioned
- 20 there applicable in this proceeding?
- 21 A. I don't believe they necessarily are.
- Q. And what is your basis for that conclusion?
- 23 A. Because when the Commission issued the
- 24 reopening of the case, they specifically limited the

- 1 scope of the proceeding.
- Q. Are you familiar with the fact that there
- 3 were actually two Orders that were submitted
- 4 reopening the case?
- 5 A. I believe there was a correction to the
- 6 Order.
- 7 Q. Do you know anything about how that
- 8 correction occurred?
- 9 A. I do not.
- 10 Q. And what in the corrected Order causes you,
- if anything, to say that there are no longer four
- 12 criteria to be evaluated?
- 13 A. Do you have the Order in front -- that you
- 14 can present to me?
- 15 Q. No, I do not. I am sorry.
- 16 A. I don't recall the specific language of the
- 17 Order without seeing it.
- 18 Q. Wasn't it something to the fact that
- 19 reopened limited to the question of whether the
- 20 pipeline diameter can be reduced from 36 to 24?
- 21 A. I can't recall what the language was.
- Q. Isn't it, however, the Staff's opinion,
- 23 expressed prior to the reopening, that there were a
- 24 number of issues which should be addressed for the

- 1 reopening?
- 2 MR. OLIVERO: Your Honor, I guess I am going
- 3 to object. I am not really sure what opinion he's
- 4 talking about. Mr. Turner is referencing before, I
- 5 guess, the Reopening Order.
- 6 Q. (By Mr. Turner) While I am looking for
- 7 this, let me ask you. Do you recall that on May 21,
- 8 2014, Enbridge answered two data requests and
- 9 provided copies of that in the record here, which
- 10 Enbridge says came from the Staff?
- 11 Do you recall that?
- 12 A. What came from the Staff?
- 13 Q. Two data requests.
- 14 A. I didn't send out any data requests in this
- 15 case.
- Q. Okay. Did you ask that data requests be
- 17 updated at any time?
- 18 A. I believe that we did.
- 19 Q. And who's we?
- 20 A. My counsel and I.
- 21 Q. And you were aware that the updating was
- 22 requested?
- 23 A. Yes.
- Q. And was it you that requested it?

- 1 A. I don't recall.
- 2 Q. Do you know why those two data requests were
- 3 asked to be updated?
- 4 A. Because we were interested in what the
- 5 answers might be.
- 6 Q. Weren't there a large number of data
- 7 requests originally in 07-0446?
- 8 A. There are several dozen probably.
- 9 Q. And why weren't all the data requests asked
- 10 to be updated?
- 11 A. I didn't feel like they were pertinent to
- 12 the scope of what we were doing here.
- Q. And the two data requests that you asked to
- 14 be updated, that request to update it was done before
- 15 the case was open and reopened and before the ICC
- 16 issued a limiting Order saying that the reopening was
- 17 limited to the question of a reduction in the
- 18 pipeline diameter from 36 to 24, is that correct?
- 19 MR. OLIVERO: Can I -- I guess I wasn't
- 20 really clear about the question.
- MR. TURNER: I will restate it, Judge.
- Q. (By Mr. Turner) At the time you asked that
- 23 the two data requests be updated, you were not aware
- 24 that the Order opening 07-0446 would have some

- 1 limiting language in it, is that correct?
- 2 A. That's correct.
- 3 Q. So it wasn't the Order that caused you to
- 4 only request the updating of two data requests, is
- 5 that right?
- 6 A. Right.
- 7 So for instance, one of the original data
- 8 requests, I think, was to provide a map of the
- 9 project. I didn't feel like I needed another map of
- 10 the same project. There were a number of data
- 11 requests that I didn't feel like would have any
- 12 substantial changes to them.
- Q. So you did review all of the original data
- 14 requests. And out of all of those, you concluded
- 15 that, at that point in time, that there were only two
- 16 that you felt should be updated, is that correct?
- 17 MR. OLIVERO: Can I just ask for
- 18 clarification on what time period you're talking
- 19 about, when he asked about the first two?
- 20 MR. TURNER: That's an excellent
- 21 clarification.
- Q. (By Mr. Turner) When was it you asked those
- 23 two data requests we're talking about be updated?
- A. I don't recall off the top of my head. I'm

- 1 not sure if it's in one of our responses or not.
- Q. One of your responses to what? The case
- 3 hadn't been opened yet.
- 4 A. I don't know if that date has been provided
- 5 in the last several weeks of filings.
- 6 Q. It has not been provided.
- 7 A. I don't have that date in front of me.
- 8 Q. Do you know whether it was while Case Number
- 9 13-0446 was open?
- 10 MR. OLIVERO: Your Honor, I guess I am going
- 11 to object in terms of the line of questioning here on
- 12 relevance in terms of when these data requests were
- 13 asked to be updated, because I guess I am not really
- 14 clear how that's relevant to what is at issue in this
- 15 docket here. And I don't know that even in any of
- 16 the prior motions and arguments made on behalf of the
- 17 Intervenors that I am clear how that's relevant.
- 18 MR. TURNER: Your Honor, he just objected
- 19 because I didn't clarify the timeline. So I am
- 20 trying to clarify it now based on his objection. And
- 21 I believe it's relevant, because he put the answers
- 22 to the data requests in his testimony.
- MR. OLIVERO: Well, when we issue data
- 24 requests, and the fact that the answers are put in,

- 1 again, I am not really clear how that has anything to
- 2 do with the case. The answers are in. He can ask
- 3 about the answers that were provided by Enbridge.
- 4 But how that affects Mr. Maple when they were
- 5 requested and when they were received, they're in the
- 6 record.
- 7 JUDGE JONES: Can I have the question read
- 8 back?
- 9 (Requested portion of the record
- 10 was read by the Court Reporter.)
- JUDGE JONES: What is that relevant to,
- 12 Mr. Turner?
- MR. TURNER: Well, counsel for the ICC asked
- 14 me to clarify the timeline, what period of time am I
- 15 talking about. So I am trying to do that. And I
- 16 believe it is pertinent.
- I struggle a little bit in this, because
- 18 those data requests were issued in response to Turner
- 19 Intervener data requests after this case was open. I
- 20 was trying to figure out how in the world data
- 21 requests got submitted before a case got opened. And
- 22 I learned that it was done before the case was open.
- 23 I would like to know, simply, when it was done.
- 24 And if the witness doesn't recall, I would

- 1 ask his counsel if that date of when it was done and
- 2 request to be submitted into the record within a
- 3 reasonable period of time.
- 4 JUDGE JONES: Are you asking when the DR was
- 5 submitted?
- 6 MR. TURNER: Yes.
- 7 JUDGE JONES: Is that date reflected in the
- 8 record today?
- 9 MR. TURNER: It's not reflected anywhere,
- 10 Judge. Only that it happened before April -- May 21,
- 11 2014.
- MR. OLIVERO: That is correct. And I
- 13 believe the filing was on May 19 of 2014.
- JUDGE JONES: Which filing?
- MR. OLIVERO: The filing for the Motion to
- 16 Reopen.
- 17 I believe some of the questions, I quess,
- 18 he's seeming to intertwine 13-0446 with the current
- 19 docket. And we did provide a response that said we
- 20 submitted the requests to update the data requests
- 21 before the 21st of May, that is correct.
- JUDGE JONES: There comes a point here that
- 23 we need to move along. I will allow the question.
- Q. (By Mr. Turner) Do you know when it was

- 1 that they were submitted?
- 2 A. I don't know the date.
- 3 Q. Do you know how it was submitted? Was it
- 4 over the phone? Internet transmission? Letter?
- 5 A. First of all, you keep saying submitted.
- 6 The data request was submitted like in 2007 or 2008.
- 7 Q. When was the request to update submitted?
- 8 A. The update, I don't know the date. It would
- 9 have been in a phone conversation.
- 10 Q. And who was on the phone conversation?
- 11 MR. OLIVERO: Your Honor, again, I guess I
- 12 am going to object for the same reason that I stated
- 13 before about the relevance of when the data requests
- 14 were sent and how that pertains to the petition or
- 15 the Application to Reopen.
- JUDGE JONES: Overruled. Overruled.
- 17 If you understand the question, please
- 18 answer. If you need it read back, we can have it
- 19 read back.
- THE WITNESS: On our end, it was myself, my
- 21 counsel, possibly my supervisor. I don't remember.
- Q. (By Mr. Turner) Who is your supervisor?
- 23 A. Eric Lounsberry.
- Q. And where is his office?

- 1 A. His office is several doors down from mine.
- Q. And that's in Springfield, in this building?
- 3 A. Yes.
- 4 Q. And when you say your counsel, could you
- 5 identify his name?
- 6 A. John Feeley and Jim Olivero.
- 7 Q. Were both on?
- 8 A. I didn't keep notes of who was present at
- 9 this phone conference. At least one of the two were.
- 10 Possibly both.
- 11 Q. But you're sure at least one was?
- 12 A. Yes.
- 13 Q. How did that phone call come to occur?
- 14 A. I don't recall. I didn't set it up.
- 15 Q. Do you believe there is a record of when the
- 16 phone call occurred?
- 17 A. There could be. I don't know.
- MR. TURNER: Well, your Honor, I would ask
- 19 that, at this time, the counsel for the ICC, if there
- 20 is a record of when the phone call occurred, when the
- 21 data request update was made, that that be put in the
- 22 record in a reasonable period of time as evidence.
- 23 And the pertinence of it is this, your
- 24 Honor. Based on his testimony here --

- JUDGE JONES: Well, you're asking them to do
- 2 it. That doesn't make it subject to a ruling.
- 3 You're making a request to them to see if they're
- 4 willing to do that, to provide that to you.
- 5 Q. (By Mr. Turner) Would you please state who
- 6 was on the other end of the phone call?
- 7 A. I don't recall with certainty. I believe
- 8 two or three of the Enbridge attorneys that are here
- 9 today would have been present, as well as some
- 10 representatives from the Company. Which like I said,
- I did not take notes at the meeting. I don't have
- 12 that full list.
- Q. Do you know who placed the phone call?
- A. No, I don't.
- Q. Other than asking for a renewal of the two
- 16 data requests and an updating of those, what was the
- 17 other conversation about?
- 18 A. I think we were just trying to figure out
- 19 what was actually going on. The first time we had
- 20 heard about the possible change in size was in one of
- 21 Mr. Pliura's, I think, reply brief on exception. So
- 22 we were calling to see if there was any truth to that
- 23 and what the circumstances were regarding that.
- Q. And did you determine that the disclosure

- 1 made by Mr. Pliura was factual, honest and correct?
- 2 A. Well --
- 3 MR. OLIVERO: Your Honor, I guess I am going
- 4 to object for just specificity in terms of the time
- 5 period.
- 6 MR. TURNER: Well, I have asked him to
- 7 provide that to me, your Honor. And the witness has
- 8 said he can't recall.
- 9 MR. OLIVERO: Well, you're asking him when
- 10 he knew or when he was able to verify that what
- 11 Enbridge told us.
- 12 And I don't -- it's one thing to say what
- 13 they told us. And then it's another thing to say
- 14 that he verified that it was, in his mind --
- 15 Q. (By Mr. Turner) In that telephone
- 16 conversation, did Enbridge tell you that, yes,
- indeed, they were going to build a 24-inch pipeline?
- 18 A. Yes.
- Q. And as far as you were concerned then, the
- 20 Pliura disclosure in 2013 was verified to be
- 21 accurate, honest and correct?
- 22 A. That --
- JUDGE JONES: Pliura disclosure when?
- MR. TURNER: Judge, mentioned in his

- 1 testimony --
- JUDGE JONES: No. I am just asking what
- 3 your question was.
- 4 MR. TURNER: My question was --
- 5 JUDGE JONES: You made reference to a Pliura
- 6 disclosure and a date and some numbers. I am just
- 7 trying to --
- 8 Miss Reporter, could you just read back what
- 9 we have.
- 10 (Requested portion of the record
- was read by the Court Reporter.)
- 12 MR. TURNER: 2013 case.
- JUDGE JONES: That's not what you said.
- 14 That's why I am clarifying.
- MR. TURNER: I am sorry. Let me restate,
- 16 please.
- 17 Q. (By Mr. Turner) In Case 13-0446 was what
- 18 you have just testified about as being the first time
- 19 you learned that Enbridge was going to build a
- 20 24-inch pipeline for this SAX.
- 21 A. Yes.
- Q. And it was that brief filed by Pliura which
- 23 then caused the ICC Staff to ask questions of
- 24 Enbridge about whether that was accurate, right?

- 1 A. Yes.
- 2 Q. And those -- that inquiry occurred during a
- 3 phone call. And that's the -- is the answer yes?
- 4 A. Yes.
- 5 Q. And it's that phone call that, at present,
- 6 you don't remember when it was, but which I have
- 7 asked your counsel here today to see if there is a
- 8 record of it and to provide me -- not provide me, put
- 9 in record as evidence the date of that phone call?
- 10 A. Is that a question?
- 11 Q. Yes.
- I just want to make sure we're all talking
- about the same phone call. So we are, aren't we?
- 14 Are you -- did I confuse you?
- 15 A. I think we're talking -- I think I know
- 16 which phone call you're talking about.
- 17 Q. Well, I want to state it in the record that
- 18 the phone call I am talking about here is the phone
- 19 call I have asked your counsel to provide me the date
- 20 of, yes?
- 21 A. Yes.
- Q. And based on the Enbridge response, which
- 23 was that, yes, indeed they were going to build the
- 24 24-inch pipeline, during that phone call then, you

- 1 were satisfied then that indeed they were?
- 2 A. Yes.
- Q. And so it is the disclosure in 13-0446 by
- 4 the Pliura Intervenors which precipitated the phone
- 5 call and inquires by the ICC Staff directly with
- 6 Enbridge which resulted in the two data requests
- 7 being asked by the Staff to be updated?
- 8 A. Yes.
- 9 Q. And your review of the data request and the
- 10 original 07-0446 case occurred before that phone
- 11 call?
- 12 A. No, I don't believe so.
- Q. Do you have any recollection then as to why
- 14 those two particular data requests were selected if
- you hadn't yet reviewed the data requests in 07-0446?
- 16 A. Yes, those two stuck out in my mind as
- 17 being -- I have worked several pipeline cases. We
- 18 usually send out the same standard set of initial
- 19 data requests. So I am familiar, generally, with the
- 20 questions that we ask.
- Out of all those questions, those two,
- 22 without reviewing them, stuck out in my mind as
- 23 questions we might want updates to.
- Q. And even though you don't recall the

- 1 specific day of the phone call, it was precipitated
- 2 by the Pliura filing in 13-0446, and the verification
- 3 that you made was for the purposes of knowing whether
- 4 that fact stated in the 13-0446 was accurate?
- 5 MR. OLIVERO: Your Honor, I am going to just
- 6 ask for clarification. I am not sure I understood
- 7 what the question was. Maybe if the witness
- 8 understood, I apologize. But I wasn't really
- 9 following.
- 10 MR. TURNER: I'll be glad to restate that,
- 11 Judge.
- 12 Q. (By Mr. Turner) The phone call that we're
- 13 talking about was made so that the Staff could verify
- 14 that a factual assertion in 13-0446 was accurate.
- 15 Right? Yes or no?
- MR. OLIVERO: I guess I am going to object.
- 17 Whose factual assertion are you talking about?
- MR. TURNER: The Pliura factual assertion.
- MR. THOMAS: Which one?
- MR. TURNER: About the pipeline reduction.
- MR. OLIVERO: We're talking about his reply
- 22 brief on exception?
- MR. TURNER: Yes.
- MR. OLIVERO: I don't know that that's a

- 1 factual assertion. It was a pleading that he filed
- 2 at the end of April.
- 3 Q. (By Mr. Turner) And that pleading contained
- 4 an affidavit of Carlisle Kelly, didn't it?
- 5 A. I don't remember.
- 6 Q. In any event, whether it did or not, and
- 7 whether it was presented as a fact or not, you still
- 8 wanted to know whether that fact was accurate?
- 9 A. We called to find out if Enbridge was
- 10 planning on changing the size of the pipeline.
- 11 Q. And before that phone call, you had no basis
- 12 at all to think that there would be a motion filed to
- 13 reopen 07-0446?
- JUDGE JONES: Is that a question?
- MR. TURNER: That is a question.
- 16 THE WITNESS: I didn't know if Enbridge
- intended to file a motion or not.
- Q. (By Mr. Turner) So the investigation that
- 19 occurred in that phone call was for the purposes of
- the hearing and the brace in Case 13-0446?
- JUDGE JONES: Is that a question?
- MR. TURNER: That's a question.
- MR. OLIVERO: Your Honor, I am going to
- 24 object. I am not --

- I take that back. I withdraw the objection.
- THE WITNESS: No, it didn't have anything to
- 3 do with the '13 case.
- 4 Q. (By Mr. Turner) Well -- I am sorry. I
- 5 didn't mean to interrupt. Go ahead.
- 6 A. That case, as far as Staff was concerned,
- 7 was concluded. We had no more -- I had no more
- 8 analysis to do in that case. We were waiting on the
- 9 Final Order, I believe.
- 10 That phone call was made to just determine
- 11 what was going on and if any action needed to be
- 12 taken outside of the '13 docket.
- 13 Q. Do you recall that the Staff filed a
- 14 response to the brief on exceptions by Pliura, the
- 15 Pliura Intervenors, after his brief on exceptions
- 16 disclosed the pipeline reduction to 24 inches?
- MR. OLIVERO: Your Honor, I am going to
- 18 object to this. I think this was something we raised
- in one of the replies that we filed to either
- 20 Mr. Pliura or Mr. Turner, because the document that
- 21 Staff filed after the reply briefs was in response to
- 22 a motion filed by Enbridge, which really went to the
- 23 merits of the filing by Mr. Pliura.
- And so, again, I am back to my contention

- 1 that this really isn't relevant to purposes of this
- 2 proceeding and really doesn't add anything to the
- 3 question raised in this reopening.
- 4 MR. TURNER: Your Honor, if I could respond?
- 5 JUDGE JONES: Overruled. Similar to some
- 6 earlier objections.
- 7 MR. TURNER: Do you remember the question?
- 8 Your Honor, can I ask that it be re-read?
- 9 JUDGE JONES: Miss Reporter.
- 10 (Requested portion of the record
- was read by the Court Reporter.)
- 12 THE WITNESS: I didn't have anything to do
- 13 with that filing. I believe I have read that we did
- 14 make that filing.
- 15 Q. (By Mr. Turner) As you sit here today, the
- 16 decision by the Administrative Law Judge had not yet
- 17 been made in 13-0446 when that phone call was placed?
- MR. OLIVERO: Objection, your Honor. That
- 19 wasn't what he said in terms of the time. He was
- 20 asking before about when the filing was made. I
- 21 don't think that has anything to do with when the
- 22 phone conversation. He's already said he doesn't
- 23 remember when.
- MR. TURNER: That's a different question,

- 1 Judge, because it asks time based on an event instead
- of a date. And sometimes people's memories get
- 3 jogged.
- 4 JUDGE JONES: What decision are you
- 5 referring to?
- 6 MR. TURNER: Your decision in 13-0446.
- 7 JUDGE JONES: Talking about the Proposed
- 8 Order?
- 9 MR. TURNER: Yes.
- JUDGE JONES: The Proposed Order would have
- 11 preceded the brief on exceptions.
- MR. TURNER: Okay.
- 13 Q. (By Mr. Turner) Do you recall it being
- 14 before the final ICC decision?
- 15 A. It may have been. I don't have those dates
- 16 in front of me.
- 17 Q. The reason for the inquiry was because the
- 18 Staff had concluded that Enbridge needed to change
- 19 its Certificate of Good Standing to reflect the
- 20 24-inch pipe, if indeed it was going to build a
- 21 pipeline, is that correct?
- A. No, that's not correct.
- Q. Well, why would there need to be -- if what
- 24 you're saying is accurate, which is that you were

- done in 13-0446, and that you didn't know whether
- 2 they were going to file a Motion to Reopen, then what
- 3 purpose would there be served by investigating
- 4 whether that -- whether, indeed, Enbridge was going
- 5 to build a 24-inch pipeline? Why the phone call?
- A. To see what they intended to build. And we
- 7 were trying to determine whether or not the
- 8 certificate did need to be amended. At that point,
- 9 we had not made that conclusion.
- 10 Q. After that phone call, do you believe you
- 11 came to a conclusion?
- 12 A. Well, at some point after the phone call,
- 13 because we're here today.
- Q. Okay. So the Motion to Reopen 07-0446 all
- was precipitated by a phone call from the ICC Staff
- 16 to Enbridge?
- 17 A. Say that again.
- 18 Q. The Motion to Reopen 07-0446 was
- 19 precipitated by a phone call from the ICC Staff to
- 20 Enbridge?
- 21 MR. OLIVERO: I am going to object. That
- 22 has to deal with what Enbridge's, I guess,
- 23 determination was for filing a Motion to Reopen. I
- 24 think he's already testified the reason that the

- 1 contact was made.
- 2 But I think he's making a leap here that
- 3 isn't substantiated by what Mr. Maple has testified
- 4 to.
- 5 JUDGE JONES: Sustained.
- 6 You can rephrase.
- 7 Q. (By Mr. Turner) At some time after the
- 8 phone call that we're talking about, were there other
- 9 communications between the ICC Staff and Enbridge
- 10 which indicated that the Staff concluded that
- 11 Enbridge needed to file a Motion to Reopen 07-0446?
- 12 A. I don't believe so.
- Q. Was there any type of communication from the
- 14 ICC Staff to Enbridge that it should consider filing
- 15 a Motion to Reopen 07-0446?
- 16 A. I believe there may have been a phone call
- 17 where we told them, you know, we didn't give any
- 18 legal advice to them. They were free to do whatever
- 19 they wanted. But that did come up as an option that
- 20 they would file to reopen the case.
- Q. And that was a second phone call? Or are we
- 22 talking about the first one?
- 23 A. I believe there are two phone calls.
- Q. Do you know how far apart the phone calls

- 1 were?
- 2 A. I don't.
- 3 Q. Now, I finally found a paper here that --
- 4 and found a record by the Staff of the Illinois
- 5 Commerce Commission in response to Turner
- 6 Intervenors' motion to August 27, 2014. And the
- 7 Staff response is dated August 29, 2014.
- 8 And in paragraph six, my copy, it doesn't
- 9 have page numbers on it. I am sorry. But I think it
- 10 got filed without page numbers. But paragraph six of
- 11 that document says that Staff counsel informed
- 12 counsel for Enbridge and its representatives that
- 13 Staff believed Enbridge would need to amend its
- 14 certificate granted in the Docket Number 07-0446.
- Do you see that?
- 16 A. Yes, I see that.
- 17 O. Is that accurate?
- 18 A. Yeah. Yes.
- 19 Q. And you believe it's accurate from your
- 20 memory that it's accurate?
- 21 A. It's consistent with what I remember.
- Q. And it says Staff and Staff counsel.
- When it's referring to Staff, is it
- 24 referring to you?

- 1 A. Yes. Me and possibly other Staff members.
- 2 Q. And the Staff counsel is the two lawyers you
- 3 have identified, one of whom is here today?
- 4 A. Yes.
- 5 Q. And then in the next paragraph, it says:
- 6 Staff suggested.
- 7 And then there is a list of things that come
- 8 after that with bullet points?
- 9 Do you see that?
- 10 A. Yes.
- 11 Q. How was that list of things communicated to
- 12 Enbridge?
- 13 A. I believe it was in an e-mail.
- Q. Who sent the e-mail?
- 15 A. It wasn't me.
- Q. Do you know, do you have any memory today as
- 17 to the timing relationship between the e-mail that
- 18 contains this bullet point list and the request to
- 19 update the status -- to update the two data requests?
- 20 A. I think the request to update the two data
- 21 requests was in the first phone call. And this list
- 22 would have come some time after that.
- Q. After the first phone call?
- 24 A. Yes.

- 1 Q. Do you believe it came after the second
- 2 phone call?
- 3 A. I don't recall.
- 4 Q. Now, how was this bullet point list put
- 5 together?
- 6 A. Several Staff members had input on it,
- 7 including myself. And Staff counsel probably had
- 8 input as well.
- 9 Q. It says there in the first line of paragraph
- 10 seven, Staff suggested to Enbridge that to support an
- 11 amended certificate, Enbridge should address.
- 12 And who was doing the supporting in that
- 13 paragraph seven, first sentence?
- 14 A. Enbridge.
- Q. And so the Staff is recommending to Enbridge
- 16 what it should include in its Motion to Reopen to
- 17 support the Motion to Reopen?
- 18 MR. OLIVERO: Objection, your Honor. I
- 19 think it says suggests, not recommends.
- 20 MR. TURNER: I will rephrase it. Sorry
- 21 about that.
- MR. OLIVERO: That's all right.
- Q. (By Mr. Turner) Paragraph seven accurately
- 24 says that the ICC Staff recommended -- I said it

- 1 again. Scratch that. Suggested to Enbridge that it
- 2 include these bullet points to support its amended
- 3 certificate. Correct?
- 4 A. That's what it says here.
- 5 Q. And the reason that the ICC Staff was
- 6 telling Enbridge -- was suggesting to Enbridge how to
- 7 do it was for what reason?
- 8 A. I am sorry. Can you repeat that?
- 9 Q. Why did the Staff make this suggestion to
- 10 Enbridge?
- 11 A. I don't know. I didn't provide the list to
- 12 them.
- 13 Q. I have been around these proceedings, as you
- 14 know. I remember when you looked a lot younger and
- in the '07 case. And maybe so did I. And had a
- 16 little darker hair. And the Enbridge lawyers are
- 17 pretty good darn lawyers, especially on this ICC
- 18 stuff.
- 19 And I am just wondering, why would the Staff
- 20 make the suggestion to them?
- 21 A. I think the reason why is if there were
- 22 going to be a reopening, there would be discovery
- 23 that Staff would normally do in a new case. And
- 24 rather than wait and conduct that discovery through

- 1 numerous writing and answering of data requests,
- 2 responses, that we put some of our questions in this
- 3 e-mail, which would then shorten the discovery
- 4 process, basically. Streamline it.
- 5 Q. And why was the Staff interested in
- 6 streamlining the discovery process?
- 7 A. Just for efficiency. Like I said, rather
- 8 than me have to type out 20 questions, or whatever,
- 9 and send them off and set deadlines and wait for
- 10 replies.
- 11 Q. Let's look at the second bullet point. It
- 12 says: Explain why a 36-inch pipe is now too large.
- 13 What do you believe to have been Enbridge's
- 14 response to that?
- 15 A. First, let me make a statement about this
- 16 whole -- this entire list. This list was put
- 17 together before, you know, we had seen the
- 18 application, before we had gotten very much
- 19 information at all on what was being changed with the
- 20 pipeline.
- 21 So this list was put together kind of as a
- 22 brainstorming session among Staff and Staff counsel.
- 23 Every question was not -- would not necessarily end
- 24 up being pertinent to our review of the case. This

- 1 was kind of, like I said, a brainstorming of possible
- 2 things that we might want to know that might be
- 3 important. And then given the scope of the reopening
- 4 later, some of these didn't end up being pertinent to
- 5 the case.
- 6 Q. Now, the brainstorming was among the two
- 7 lawyers and ICC Staff, including you.
- 8 Were there other Staff lawyers involved? Or
- 9 not Staff lawyers. Staff members.
- 10 A. Yes.
- 11 Q. There was?
- 12 A. Yes.
- Q. And is that the person you referred to as
- 14 your boss?
- 15 A. He was one of them. There may have been
- 16 others. I don't know.
- 17 Q. Did the brainstorming have anything to do
- 18 with wanting to accelerate the speed in which the
- 19 decision was made on whether or not the ICC would
- 20 approve the pipeline diameter change?
- 21 A. No. We never had any concern with the speed
- of the case. When I said streamlining, I meant the
- 23 efficiency in which we do our discovery.
- Q. In discussing this with Enbridge, was there

- 1 any comment about a construction schedule?
- 2 A. I don't recall there being.
- 3 Q. Of the items that are listed in the bullet
- 4 point list, what items do you believe are pertinent
- 5 for purposes of an ICC decision on whether or not to
- 6 approve the pipeline diameter change?
- 7 MR. OLIVERO: Your Honor, I guess I am going
- 8 to object, because I think, obviously, subsequent to
- 9 the time that this list was sent, Mr. Maple went
- 10 ahead and filed his direct testimony. So I think the
- 11 items that he relied upon should be contained in his
- 12 direct testimony.
- JUDGE JONES: This is cross. Request was
- 14 provided in Staff response. I think it's reasonable
- 15 cross examination.
- 16 THE WITNESS: Can I have a few minutes to
- 17 look at the list?
- 18 Q. (By Mr. Turner) Go at them one at a time.
- 19 Just say number one is or isn't pertinent; number two
- 20 is or isn't pertinent today.
- 21 A. I think I will just answer more generally.
- 22 I was satisfied between the updates to the two data
- 23 request responses and what Enbridge provided in their
- 24 application. All of that information, given the

- 1 scope of the reopening by the Commission, I was
- 2 satisfied with all that information that was
- 3 presented to conclude that the certificate should be
- 4 amended.
- 5 Q. And I am not going to be able to put my
- 6 fingers on that second Order to Reopen. But it said
- 7 something like it was open and limited to the change
- 8 in the diameter to 24 inches.
- 9 What about that limitation causes you to now
- 10 say in your testimony, official testimony in this
- 11 case, that the issues which pertain to a Certificate
- of Good Standing don't apply to an amendment to a
- 13 Certificate of Good Standing?
- 14 A. I don't believe that the amending of a
- 15 certificate is the same as having to meet the four
- 16 criteria of obtaining a new certificate. To me,
- 17 amending a certificate is merely fixing an error or
- 18 changing -- making a change to what has already been
- 19 approved.
- Q. Now, you realize that there was no error in
- 21 the original Order in this case, right?
- 22 A. That's fair to say.
- Q. And you would also agree with me, would you
- 24 not, that there are a lot of factors that relate to

- 1 the difference between a 36-inch project for dilbit
- 2 and a 24-inch project for light crude, would you not?
- 3 A. I don't believe there are actually that many
- 4 differences between the two proposed pipelines.
- 5 Q. Well, for one thing, isn't the volume that a
- 6 36-inch pipeline can transport considerably larger
- 7 than the volume that a 24-inch pipeline can
- 8 transport?
- 9 A. It is.
- 10 Q. And doesn't the difference in volume then
- 11 have an impact on the public benefit?
- 12 A. Not necessarily.
- Q. What inquiry was made by the Staff, if any,
- or what answers, if any, did the Staff get from
- 15 Enbridge about the percentage of shipping that
- 16 Marathon had prior or subsequent to the answers to
- 17 the two data requests?
- 18 A. We have the same information that you have
- 19 and received it at the same time, presumably.
- Q. Do you believe the issue of whether the SAX
- 21 is a private line for Marathon is relevant in this
- 22 proceeding regarding the reduction of the pipeline
- 23 diameter?
- A. I think you're asking for a legal opinion,

- 1 which I am not a lawyer.
- Q. I understand that. But you work with the
- 3 ICC standards all the time. And those standards are
- 4 contained in law and in regulations and in cases and
- 5 in different things. And I am not asking you from a
- 6 legal perspective. But based on your understanding
- 7 and having to be put on the spot in these things, and
- 8 be a witness and make recommendations, through that
- 9 lens and in that context.
- 10 Your understanding not as a lawyer, but in
- 11 the capacity that you serve, do you have an opinion
- 12 about whether the question of the SAX being a private
- 13 line for Marathon is a pertinent consideration with
- 14 respect to the approval of the pipeline diameter
- 15 reduction?
- 16 A. I don't -- I think those are two totally
- 17 separate issues. I don't think that the issue of
- 18 private line has anything to do with a size change of
- 19 the line.
- Q. And why is that?
- 21 A. Because, one, you're talking about how many
- 22 shippers are on the line. And the other, you're
- 23 talking about the diameter of the piece of steel.
- Q. Wouldn't it make common sense that if the

- 1 capacity of the line was lower that there could be a
- 2 greater chance that that capacity was used for one
- 3 shipper as opposed to multiple shippers?
- 4 MR. OLIVERO: Judge, I am going to object.
- 5 That calls for speculation.
- 6 JUDGE JONES: Overruled.
- 7 If you understand the question and are able
- 8 to answer it, please do.
- 9 THE WITNESS: Can you rephrase that?
- 10 MR. TURNER: Yes, I would be glad to.
- 11 Q. (By Mr. Turner) If the capacity of the line
- is reduced, which occurred in -- which the proposal
- 13 would result in in this case, isn't there a greater
- 14 likelihood that the line being predominately for one
- 15 shipper is greater?
- 16 A. If you're asking a theoretical question --
- 17 Q. I am asking a question of logic.
- JUDGE JONES: Well, let the witness answer.
- 19 Complete whatever he was about to say.
- THE WITNESS: I don't believe, in this case,
- 21 that this is a private line.
- Q. (By Mr. Turner) Okay. What is the basis
- 23 for your opinion?
- A. Several things. Number one, there are more

- 1 than one shipper. To me, private would indicate one
- 2 shipper. And second of all, there is other capacity
- 3 that has not been subscribed. And I believe the FERC
- 4 Order that's out there said that for FERC to consider
- 5 them as a common carrier, they only needed to hold
- 6 out 10 percent of the capacity to have that
- 7 distinction. And they seem to be holding out more
- 8 than 10 percent of their capacity for other shippers.
- 9 So, given -- yeah, that's my answer.
- 10 Q. Until today, did you know that the pumps on
- 11 the line can be throttled back so that it is
- 12 operating with a total capacity of about
- 13 200,000 barrels per day instead of 300,000?
- 14 A. I know, generally, how pumps work. And they
- 15 can be operated at below maximum pressure.
- Q. And you knew that before today's testimony?
- 17 A. Sure.
- 18 O. And the fact that even though if you turn
- 19 the pumps on full blast, it has a 300,000-barrel
- 20 capacity, but if you throttle them back, because
- 21 there isn't that 90,000 barrels per day use, that
- 22 still doesn't influence your opinion about whether or
- 23 not it's a private line?
- A. No. Because there's still -- I am sure it

- 1 would take that business on that extra 90,000. If
- 2 somebody was willing to pay them to ship product, I
- 3 can't imagine they would pass up that business
- 4 opportunity and throttle it back.
- 5 Q. Isn't it true today that you learned that
- 6 there is no other interest in shipping on it than
- 7 those two?
- 8 A. I don't know.
- 9 Q. Wasn't that the testimony you heard today?
- 10 A. I believe that was what Enbridge said.
- 11 Q. Now, knowing that there is no interest, no
- 12 public demand beyond 210,000 and knowing that they
- 13 can throttle back the pumps so that the maximum
- 14 capacity of the pipeline is 210,000, does that affect
- 15 your opinion that it is not a private line?
- MR. THOMAS: Excuse me, your Honor. This is
- 17 unusual, but I do object, because that
- 18 mischaracterizes the record. He did not testify that
- 19 there was no other demand and would be no other
- demand.
- 21 So you can rephrase the question. But I
- 22 mean, to characterize the witness's testimony
- 23 incorrectly is wrong.
- 24 MR. TURNER: Well, he did --

- 1 MR. THOMAS: Committed and noncommitted.
- 2 MR. TURNER: Let me just tell you, he did
- 3 not testify there would not be demand in the future.
- 4 But he also didn't testify that there would be. And
- 5 he did say that there was no other demand that he was
- 6 aware of, other than the committed shippers.
- 7 MR. THOMAS: No other committed demand,
- 8 that's right.
- 9 If you look in the testimony, it actually
- 10 talks about other -- that others have expressed
- 11 interest. So I just want this to be accurate.
- 12 You can ask your question, but not
- 13 mischaracterize the record.
- Q. (By Mr. Turner) Well, first of all, let's
- 15 talk about the motion and what it states in there and
- 16 what the witness has verified.
- 17 The motion makes reference to the fact that
- 18 there could be other shippers sometime in the future.
- Now, do you consider that sort of statement
- 20 to be solid enough to use in a factual analysis of
- 21 what the situation would be at the time the decision
- is made whether or not to change the pipeline
- 23 diameter by the Illinois Commerce Commission?
- 24 A. I think it's irrelevant, because like I

- 1 said, two things. Number one, there is already a
- 2 second shipper on the pipeline. Which to me, makes
- 3 it not be a private line. Second of all, the FERC
- 4 has already, to my understanding, has already ruled
- 5 that they just need to hold out 10 percent of the
- 6 capacity. Doesn't say anything about there needs to
- 7 be firm commitments for that capacity in order to be
- 8 a common carrier.
- 9 Q. Let me ask you about FERC now.
- 10 If you were to take the consideration that
- 11 you have for the FERC decision out of your analysis,
- would that affect your opinion?
- 13 A. No.
- Q. And do you believe that a five percent, or
- 15 10,000-barrel per day shipper, coupled with a
- 16 \$200,000 (sic) barrel per day shipper, who is also a
- 17 35 percent owner, do you believe that that smaller
- 18 shipper then causes this line to definitely not be a
- 19 private line?
- 20 A. I don't know of any Commission rules that
- 21 specify how many shippers or how much of a percentage
- 22 each shipper has to have in order to determine
- 23 whether it's private or common carrier. I am also
- 24 not aware of any other decisions that the Commission

- 1 has made where there were two or more shippers and
- 2 the pipeline was deemed to be a private line.
- JUDGE JONES: Mr. Turner, can you give us an
- 4 idea?
- 5 MR. TURNER: I will throw it in the hot
- 6 chip. Thank you for reminding me.
- 7 Q. (By Mr. Turner) So based on your
- 8 interpretation of the limiting Order as to how this
- 9 case --
- JUDGE JONES: I was just asking if you have
- 11 an idea how much longer.
- MR. TURNER: You were asking. If I could, I
- 13 would like to say 15, and I might be done in 10.
- JUDGE JONES: Thank you.
- 15 Q. (By Mr. Turner) Based upon your
- 16 interpretation or understanding or opinions about
- 17 what the scope of this hearing includes, due to the
- 18 limiting nature of the ICC Order, what issues then
- 19 are pertinent for today's hearing?
- 20 MR. OLIVERO: Your Honor, I guess I am just
- 21 going to object again, because I think the very
- 22 purpose of his direct testimony and response to the
- 23 Motion to Reopen, I think, addresses what he
- 24 considered to be pertinent.

- 1 JUDGE JONES: I think this question has been
- 2 asked and the witness has answered it.
- 3 MR. TURNER: Judge, he said it was limited.
- 4 And we struggled around with looking for the Order.
- 5 But I have never learned what issue he thinks is on
- 6 the table.
- 7 JUDGE JONES: You have asked that question.
- 8 He's provided answers to it. Now, you can challenge
- 9 those answers or you can follow up and ask him about
- 10 some things, and that you have been doing.
- But that sounds like the same question, to
- me, that the witness answered. But you're free to
- 13 ask a different one, however related it may be, and
- 14 attempt, as you have been doing over the last several
- 15 minutes, to test his answers and explore where he's
- 16 going with that.
- Q. (By Mr. Turner) For the issues that you
- 18 believe are properly -- should be properly before
- 19 this hearing today, what evidence do you believe
- 20 would be probative to prove those issues?
- 21 A. Can you define what issues you're talking
- 22 about?
- 23 Q. The issues that you have apparently answered
- 24 that I didn't hear.

- 1 JUDGE JONES: Move along with your next
- 2 question, please.
- 3 MR. TURNER: Okay.
- 4 Q. (By Mr. Turner) The question is: What
- 5 evidence is probative of the issues that you believe
- 6 are properly being considered here today?
- 7 MR. OLIVERO: Your Honor, I thought we just
- 8 said those have been answered. He has at least tried
- 9 to explain what he thought was important. I mean, in
- 10 terms of what evidence is probative, I think you're
- 11 asking him to make the ultimate decision in this
- 12 case.
- JUDGE JONES: Objection sustained. I have
- 14 sustained very few objections to Intervener
- 15 questions.
- MR. TURNER: I will move on, Judge. Thank
- 17 you.
- JUDGE JONES: That doesn't mean I am going
- 19 to allow them all.
- Q. (By Mr. Turner) Is the public purpose a
- 21 legitimate question for today?
- 22 A. The public purpose as it relates to what?
- Q. A Certificate of Good Standing.
- MR. OLIVERO: I guess I am going to object

- 1 as to whether he's talking about a Certificate of
- 2 Good Standing or just the amendment to the Order.
- 3 MR. TURNER: I am talking about the
- 4 amendment, so I will restate it if it will please
- 5 everybody. Thank you.
- 6 Q. (By Mr. Turner) Is the public purpose and
- 7 issue today for the purposes of amending the
- 8 Certificate of Good Standing issued in 07-0446?
- 9 A. I think that issue was already dealt with in
- 10 the previous version of Docket 07-0446.
- 11 Q. That's not at issue?
- 12 A. I don't believe it is.
- 13 Q. Is necessity an issue?
- A. I think the only issue is how is the size
- 15 change in the pipeline.
- 16 Q. And the size change of the pipeline,
- 17 evidence regarding that that's pertinent, consists of
- 18 what?
- 19 A. I mentioned several things. Like how if the
- 20 size change would affect the route in any way. If it
- 21 would affect the payouts being made to landowners.
- 22 If it would affect the safety or the maintenance of
- 23 the pipe. If the pipe would be constructed in a
- 24 different manner, operated in a different manner. So

- 1 those were the issues I looked at. If the size
- 2 change was going to affect any of those issues.
- 3 Q. And what investigations did you do to
- 4 determine whether or not the size change affected
- 5 safety?
- A. My investigation was to review all of the
- 7 data request responses and the various filings by the
- 8 -- by all the parties in the case.
- 9 Q. In its motion, which I guess is its
- 10 testimony, Enbridge makes the comment that it still
- 11 has regard for safety.
- 12 And did you consider that satisfactory
- 13 enough information to conclude that there were no
- 14 safety concerns with the 24-inch pipeline?
- 15 A. Yes. I mean, I continued to get quarterly
- 16 reports from Enbridge. I am not sure which docket
- 17 it's related to. They sent quarterly reports on what
- 18 they have done to address safety issues in the
- 19 Company and to upgrade their operations and safety.
- 20 Q. And those quarterly reports were ordered in
- 21 the Flanagan South Pipeline, which I was a
- 22 participant in as a lawyer for Intervenors, do you
- 23 recall that?
- 24 A. Yes.

- 1 Q. Isn't it correct that the statute or the
- 2 procedures in which you have come to understand how
- 3 decisions are made in an ICC case are that the
- 4 decisions must be supported by the evidence inside
- 5 that case as opposed to evidence in some other case?
- 6 A. What I was going to finish saying was that I
- 7 believe they said that the commitments that they have
- 8 made previously in the other dockets are continued to
- 9 be enforced here. That they will continue those
- 10 safety procedures.
- I will go ahead and tell you where I found
- 12 that.
- Q. Well, it says here in paragraph eight on
- 14 page seven of the motion, and now their testimony,
- that in 13-0446, there was a commitment made to do
- 16 the same thing that existed in the finding in South
- 17 Pipeline.
- Now, do you consider the Case 13-0446 and
- 19 07-0446 to be the same case?
- 20 A. No.
- Q. And so what they do in 13-0446 has nothing
- 22 at all to do, from an evidentiary point of view, with
- 23 regard to facts presented in 07-0446, does it?
- A. I wouldn't go to the other docket to presume

- 1 facts for this docket. But when they say in this
- 2 docket they are adopting the standards that were
- 3 approved in the other docket, then I find that
- 4 relevant.
- 5 Q. Let me ask you how that happens then. Are
- 6 you anticipating that what is stated on page seven in
- 7 paragraph eight of the motion, and now the testimony,
- 8 is that they're going to file it twice and in the SAX
- 9 situations? Once in 13-0446 and once again in
- 10 07-0446?
- 11 A. I don't anticipate a duplicate filing.
- 12 Q. So since they did commit to do it in
- 13 13-0446, indeed you are using that as evidence in
- 14 this case?
- 15 A. No.
- 16 Q. Okay. Explain.
- 17 A. The evidence that they have put forth in
- 18 this case is what I am relying on in this case. They
- 19 said they will operate the pipeline in the same
- 20 manner that they were going to operate the pipeline
- 21 in the original '07 docket.
- Q. Okay. So it doesn't have to do with the
- 23 higher level of safety standards that Enbridge was
- 24 ordered to perform by the U.S. Department of

- 1 Transportation, but instead has to do with the safety
- 2 standards that were talked about back in 2008 in
- 3 evidence?
- A. It's both. Like they say at the bottom of
- 5 page six: Use of the 24-inch pipe will not require
- 6 any change in right-of-way easement agreements
- 7 (including landowner compensation levels agreed to),
- 8 existing easement rights or patrol and maintenance
- 9 practices approved in 2009 in the recent eminent
- 10 domain Order.
- 11 And it goes on from there. That's evidence
- 12 being presented in this case.
- 13 MR. TURNER: I am going to move on, Judge.
- 14 And I just have a few more questions to ask and I
- 15 will be done. And I want to thank everybody for
- 16 their patience here with me.
- Q. (By Mr. Turner) The reason why the Staff
- 18 concluded that and suggested to Enbridge that it make
- 19 this amendment change is because construction is
- 20 supposed to occur consistent with the terms of the
- 21 Certificate of Good Standing, isn't that correct?
- 22 A. You're asking a legal question now.
- 23 Q. Do you have an opinion in your -- do you
- 24 have an understanding based on the work you do here

- 1 and how you work with laws and rules and applications
- 2 and different things?
- 3 A. Do I have an opinion as to what?
- 4 Q. As to the reason why an amendment would be a
- 5 good idea for Enbridge?
- 6 MR. OLIVERO: Your Honor, I guess I am going
- 7 to object as to what the relevance of Mr. Maple's
- 8 opinion is on that.
- 9 I mean, if Enbridge went ahead and filed it,
- 10 I think we have to deal with the facts.
- 11 MR. TURNER: He's recommending the
- 12 amendment.
- MR. OLIVERO: After Enbridge filed the
- 14 motion to it.
- 15 MR. TURNER: Right.
- I understand what you're saying now. I
- 17 apologize. I withdraw.
- 18 Q. (By Mr. Turner) Is the reason you're
- 19 recommending approval is so that the construction
- 20 will match the Certificate of Good Standing in terms
- of the pipeline diameter? One of the reasons?
- 22 A. I am recommending approval because they
- 23 filed the application and I believe they meet the
- 24 requirements.

- 1 Q. Now, is it your understanding that the
- 2 eminent domain award in 13-0446 applied to a
- 3 construction project for a 36-inch pipeline?
- 4 A. I don't believe that's true. I don't
- 5 believe there was anything in the Final Order in the
- 6 '13 docket that specified a size for the pipeline.
- 7 Q. In the Final Order for the '13 case, it says
- 8 that eminent domain is awarded for the certificate
- 9 issued in 07-0446. Are you aware of that?
- 10 A. It would be helpful if you produced the
- 11 document.
- 12 Q. I do have that one with me.
- 13 MR. TURNER: Do you want to look it over
- 14 before I hand it to him?
- MR. OLIVERO: What is this?
- MR. TURNER: That's the Order.
- MR. OLIVERO: This is the Proposed Order.
- MR. TURNER: Yeah. All I really want to
- 19 show him is this one page, this paragraph.
- 20 MR. OLIVERO: It's just this is the Proposed
- 21 Order.
- MR. TURNER: Is it like the final one?
- MR. OLIVERO: That I don't know. It's not a
- 24 final one. I don't know.

- 1 MR. TURNER: I want to show it to him
- 2 anyway.
- 3 MR. OLIVERO: All right.
- 4 Q. (By Mr. Turner) Let me show you what I do
- 5 have a copy of today. This is page 35 of the
- 6 Proposed Order, the very last paragraph that's shown
- 7 here --
- 8 MR. THOMAS: We have a copy of the actual
- 9 Order of the page he's talking about. If you want to
- 10 check. Seems to me to have a Proposed Order shown to
- 11 the witness doesn't make much sense.
- Q. (By Mr. Turner) Okay. I am going to show
- 13 you what has been loaned to me as page 37 of a Final
- 14 Order. And I want you to look at the paragraph. In
- 15 the middle, it says: It is therefore ordered by the
- 16 Illinois Commerce Commission.
- 17 Isn't that Order made for an existing
- 18 Certificate of Good Standing in the 07-0446 case?
- 19 A. Can I read it?
- 20 Q. Sure.
- 21 A. Okay. What was the question?
- Q. That's a loaner. So when I am done asking
- you, I don't think any of us need to keep that in
- 24 your testimony. I would ask you to return it.

- 1 But with regard to the paragraph I pointed
- 2 out to you, doesn't the Final Order in 13-0446 grant
- 3 eminent domain for the Certificate of Good Standing
- 4 that existed in 07-0446?
- 5 A. Yes.
- 6 Q. At the time it granted that, that
- 7 Certificate of Good Standing provided for a 36-inch
- 8 pipeline?
- 9 A. Yes.
- 10 Q. So not from a legal perspective -- not even
- 11 lawyers probably should be commenting on this. We
- 12 should probably leave it to the judges. But based on
- 13 how you, in your line of work, connect these things
- 14 together, your understanding, and the fact that you
- work with rules and laws and different things to be a
- 16 witness here, the eminent domain was awarded for a
- 17 36-inch pipeline and not a 24-inch pipeline.
- JUDGE JONES: Is that a question?
- MR. TURNER: Yes.
- THE WITNESS: That I am not sure is correct.
- 21 You're correct in saying that it was granted for the
- 22 pipeline that was approved in the other docket and
- you're correct that the size was 36 in the other
- 24 docket.

- 1 But this particular Order does not say --
- 2 does not put a size on the pipeline.
- 3 MR. TURNER: Judge, I am going to apologize
- 4 to you for taking so long and asking questions that
- 5 you wanted to not have me ask. But I appreciate your
- 6 kindness today and patience with a humble little farm
- 7 boy here from Bloomington, Illinois.
- 8 JUDGE JONES: Thank you, Mr. Turner.
- 9 MR. TURNER: And I want to thank the witness
- 10 too, and counsel.
- JUDGE JONES: Dr. Pliura, how much do you
- 12 have for this witness approximately?
- DR. PLIURA: I have substantially more than
- 14 probably a half hour. So maybe 45 minutes. And I
- 15 apologize. But I am happy to start. I would not
- 16 anticipate getting out of here quickly though.
- 17 MR. TURNER: May I comment?
- JUDGE JONES: On what?
- MR. TURNER: Well, I was going to just make
- 20 a suggestion. I haven't asked, but if opposing
- 21 counsel would like, Mr. Kraft can be identified and
- 22 put his booklet in the record if they don't have
- 23 lengthy cross. If they intend that, I withdraw that
- 24 suggestion.

- 1 JUDGE JONES: Is there cross for the
- 2 Intervenor witnesses?
- 3 MR. REED: Thank you, your Honor. Darryl
- 4 Reed. I do not plan to cross either Mr. Kraft or Mr.
- 5 Carlisle. I will be making motions on some of the
- 6 attachments attached thereto. But I can certainly do
- 7 that in writing so as not to belabor the record with
- 8 the number of my legal arguments at your pleasure.
- 9 But I will not be cross examining them.
- 10 MR. TURNER: Your Honor, I will be willing
- 11 to present that subject to what he just described.
- 12 JUDGE JONES: Okay. Off the record
- 13 regarding short-term scheduling.
- 14 (Discussion off record.)
- JUDGE JONES: We're back on the record.
- 16 Very briefly, we intend to finish up the cross
- 17 examination of this witness. Whatever remains
- 18 unfinished beyond that will be handled in a different
- 19 manner. We'll leave it at that. But it will require
- 20 some communications in order to arrive at a
- 21 convenient time and manner, probably by phone, to get
- 22 those things accomplished.
- Dr. Pliura.
- 24 CROSS EXAMINATION

- 1 QUESTIONS BY DR. PLIURA:
- 2 Q. Mr. Maple, I have some questions with
- 3 regards to the communications that you and the Staff
- 4 had with representatives of Enbridge.
- 5 Is it my understanding that the
- 6 communications that you and the other Staff members
- 7 at the ICC had about changing the size of the pipe
- 8 and amending the certificate happened prior to May
- 9 19, 2014?
- 10 A. Again, I don't have dates in front of me.
- 11 Probably the filings that my attorneys have made
- 12 probably lay out the timelines better than I can
- 13 remember it.
- Q. Do you know if the filing had occurred or
- 15 not?
- 16 A. If which filing had occurred?
- 17 O. The Motion to Amend had occurred or not.
- 18 A. Before what?
- 19 Q. The phone conference that you had with
- 20 representatives of Enbridge, was that before
- 21 two-thousand -- was it before May 19th or not?
- MR. OLIVERO: Your Honor, I am going to
- 23 object.
- I think he just stated that he couldn't

- 1 remember if there was any timeline that was set forth
- 2 in the pleadings that Staff counsel filed on his
- 3 behalf. We will be here longer than 45 minutes if
- 4 we're asking --
- JUDGE JONES: We won't be here longer than
- 6 45 minutes.
- 7 MR. OLIVERO: If we're getting the same
- 8 question.
- 9 JUDGE JONES: Objection overruled.
- 10 Do you recall the question?
- 11 THE WITNESS: Why don't you rephrase it or
- 12 restate it?
- Q. (By Dr. Pliura) I'm just trying to
- 14 understand. One of the things where I am going with
- 15 this is ex parte contact, bluntly, bluntly. This was
- 16 a hotly contested application, the 2007. There were
- 17 300, I think, plus Intervenors.
- And I am just trying to understand how it is
- 19 that we, as intervening members, weren't included in
- 20 any of this. We didn't know about it, I didn't, as
- 21 the attorneys. You had the other attorneys.
- 22 Was there any -- ever any consideration for
- 23 including Pliura Intervenors' attorney and Mr. Turner
- in any of these phone discussions?

- 1 MR. OLIVERO: Your Honor, I am going to
- 2 object, I guess, if we're going to get into the issue
- 3 of the ex parte issue that has been raised in several
- 4 of the responses and pleadings. As I think you can
- 5 tell, Staff has one view in terms of what the rule
- 6 and statute says and the Intervenors have a different
- 7 view. I think then to be categorizing the
- 8 conversation as ex parte is sort of a legal
- 9 conclusion.
- JUDGE JONES: Is there a question pending?
- 11 DR. PLIURA: I think there was.
- Q. (By Dr. Pliura) It was, I'm -- was there
- 13 any consideration given to including counsel for
- 14 Pliura Intervenors or counsel for Turner Intervenors
- in any discussions about the project?
- MR. OLIVERO: I would renew my objection.
- JUDGE JONES: I didn't hear the term ex
- 18 parte in that question. Objection overruled.
- Do you understand the question?
- THE WITNESS: I think so.
- JUDGE JONES: Then please answer it, if you
- 22 know.
- THE WITNESS: I have no idea. I didn't set
- 24 up the phone calls. I don't know what was considered

- 1 by the people who set up the phone call.
- Q. (By Dr. Pliura) Okay. We talked about some
- 3 attorneys being present.
- 4 Was Darryl Reed, did he participate as part
- 5 of the phone conference that the Staff had?
- 6 A. That I don't remember.
- 7 Q. Do you know who? You mentioned a few of the
- 8 attorneys. I thought you looked around the room.
- 9 Which attorneys were you referring to when
- 10 you commented about some of the attorneys in the
- 11 room?
- 12 JUDGE JONES: Are you -- now, are you
- 13 going -- are you doing followup on Mr. Turner's
- 14 questions or are you doing something else?
- DR. PLIURA: I am going down my line of
- 16 questioning.
- 17 JUDGE JONES: Well, you mentioned looking
- 18 around the room. You mean just now or earlier?
- DR. PLIURA: Well, he pointed to, I think --
- JUDGE JONES: Just now, in response --
- DR. PLIURA: Yeah.
- JUDGE JONES: All right. Fair enough.
- 23 THE WITNESS: I remember specifically that
- 24 Mr. Thomas was on the phone. The others could have

- 1 been as well. I don't recall. Not everybody was
- 2 even speaking during the phone call.
- 3 Q. (By Dr. Pliura) Did you work with Mr. Reed
- 4 when he was employed by the ICC as a counsel?
- 5 A. No. I am not even sure our timelines
- 6 crossed. Or if they did, I didn't have any dealings
- 7 with him.
- 8 Q. Have you communicated either on the
- 9 telephone or via e-mail with Mr. Reed or anybody else
- 10 on behalf of Enbridge on this project?
- 11 A. No, absolutely not.
- 12 Q. Your testimony --
- 13 A. I am sorry. Could you read back your
- 14 question again or make sure I understood.
- DR. PLIURA: Sure.
- 16 Read it back, please.
- 17 (Requested portion of the record
- 18 was read by the Court Reporter.)
- 19 THE WITNESS: Well, I told you about the
- 20 discussions that we had.
- Q. (Dr. Pliura) Yes.
- 22 A. So we had two phone calls with him.
- 23 Q. Okay.
- 24 A. But not -- I never contacted him on my own.

- 1 And those were the only two conversations that we
- 2 had.
- 3 Q. Your date of -- I am sorry. Your testimony
- 4 in this particular case says: I asked the Company --
- 5 I am sorry. Page two of your direct
- 6 testimony on reopening, page two, line 21.
- 7 You were asked: What information did you
- 8 review in this reopened matter? And you answered: I
- 9 asked the Company to provide supplemental responses
- 10 to Staff data requests ENG 1.9 and 1.24, which I
- 11 reviewed.
- 12 A. That's correct.
- 13 Q. How did you ask them to provide that?
- 14 A. Via the phone call.
- 15 Q. Is it my understanding that the supplemental
- 16 responses that you were referring to were provided to
- 17 the Staff on May 21st or shortly thereafter?
- 18 A. Again, I don't have any calendar or timeline
- 19 in front of me.
- Q. Okay. Did you receive a letter from G.
- 21 Darryl Reed that was dated May 21st regarding the
- 22 supplemental responses?
- 23 A. Do you have a letter?
- 24 Q. Sure.

- DR. PLIURA: Could I approach?
- JUDGE JONES: Yes.
- 3 THE WITNESS: Yes, I think I received this.
- 4 Q. (By Dr. Pliura) You received the letter
- 5 that was dated May 21st from G. Darryl Reed. And
- 6 this letter says by e-mail and regular e-mail.
- 7 Do you see that up at the top?
- 8 A. Yes.
- 9 Q. So did you receive this letter and
- 10 accompanying documents by e-mail?
- 11 A. I don't recall. It's possible.
- 12 Q. Okay. Did you ever submit to the
- intervening parties any copies of the data requests
- 14 that you submitted to Enbridge?
- 15 MR. OLIVERO: Can I just ask for
- 16 clarification, Mr. Pliura? In terms of just passing
- 17 them along or?
- Q. (By Dr. Pliura) Well, at the time that you
- 19 submitted the data requests to Enbridge, did you
- 20 provide any of the parties -- anybody else that was a
- 21 party in 2007 -- with a copy of your data request?
- 22 A. There were no data requests submitted.
- 23 Q. Okay. If there were no data requests
- 24 submitted, then how is it that Enbridge is responding

- 1 to data requests?
- 2 MR. OLIVERO: Can I just interject at this
- 3 point? I think this was a clarification we made with
- 4 Mr. Turner whether there were updates requested. It
- 5 wasn't a new set of DRs that were sent.
- 6 DR. PLIURA: I understand. I mean, I would
- 7 rather that the counsel, if he's got an objection,
- 8 not -- pose an objection.
- 9 Q. (By Dr. Pliura) But did the Staff inform
- 10 anybody else that had been an intervening party in
- 11 the 2007 case, the 07-0446, that it had submitted or
- 12 asked for updates to the data requests, specifically
- 13 the ones 1.9 and 1.24?
- 14 A. I have no idea. My counsel handles all
- 15 communication with the parties. I don't do any of
- 16 that. So I didn't make any e-mails.
- 17 Q. Okay. Do you know if anybody else did
- 18 e-mails?
- 19 A. I have no idea.
- Q. Are you aware of any rules at the ICC that
- 21 would require the Staff to provide any parties with
- 22 data requests?
- MR. OLIVERO: I am going to object and just
- 24 ask to clarify whether you mean internal rules or are

- 1 you talking about --
- DR. PLIURA: Administrative practice rules.
- 3 THE WITNESS: Not in this circumstance.
- 4 Q. (By Dr. Pliura) Are there some
- 5 circumstances that would require that?
- 6 A. I believe so.
- 7 Q. And what are those? What are the
- 8 circumstances that would require the Staff to serve
- 9 copies of the data requests on somebody like Pliura
- 10 Intervenors or Mercer Turner Intervenors?
- 11 A. I don't know all the legal rules behind the
- 12 ex parte communication rule.
- Q. Well, how do you decide whether or not to
- 14 actually submit the data requests to the various
- 15 parties involved?
- 16 A. I don't decide. That's why I have counsel.
- Q. Have you talked with anybody, any counsels,
- 18 about this matter, submission of data requests?
- 19 MR. OLIVERO: Your Honor, I guess I am going
- 20 to object. We're starting to get into what
- 21 conversations Mr. Maple had with his attorney.
- 22 And I guess, just for clarification, in
- 23 terms of the question of how data requests are sent,
- 24 for purposes just of this proceeding, which seems to

- 1 be maybe a little different than the norm, obviously,
- 2 the request was made orally, which is different than
- 3 the norm. And then the responses came in.
- 4 So at some point, Intervenors received the
- 5 information. And I guess I am not really sure where
- 6 we're going at with this line of questioning.
- 7 JUDGE JONES: Are you raising some kind of
- 8 attorney-client privilege objection? I am not sure.
- 9 MR. OLIVERO: Well, he asked what was said
- 10 between the attorney --
- JUDGE JONES: I am asking if you're raising
- 12 that objection.
- MR. OLIVERO: Yeah. I think he's already
- 14 said he turned it over to his attorneys in order to
- 15 handle, I guess, if there were any questions in terms
- 16 of data requests.
- 17 JUDGE JONES: Miss Reporter, do you have the
- 18 question handy there?
- 19 (Requested portion of the record
- was read by the Court Reporter.)
- JUDGE JONES: You're raising an
- 22 attorney-client privilege objection there?
- MR. OLIVERO: Yes.
- JUDGE JONES: Dr. Pliura.

- 1 Q. (By Dr. Pliura) Anybody other? Have you
- 2 talked with anybody, other than legal counsel, about
- 3 the submission of data requests to Enbridge?
- A. Well, in the last several days, we have made
- 5 some filings that addressed this issue. And so I
- 6 gave my input to people.
- 7 Q. You were asked -- I am sorry. The filings
- 8 indicated that, in your testimony, the four criteria
- 9 necessary for obtaining a Certificate in Good
- 10 Standing to operate a common carrier, you were asked
- 11 about what are those four criteria on page two at the
- 12 bottom.
- 13 You answered: The four criteria are the
- 14 application must be properly filed; a public need
- 15 exists for the service; the application is fit,
- 16 willing and able to provide the service; and the
- 17 public convenience and necessity requires the
- 18 issuance of the certificate.
- Do you see that? Do you need a copy?
- 20 A. I have got a copy.
- Q. Bottom of page two.
- 22 A. Yes, I see that.
- Q. Does public need mean that there must be a
- 24 need by the public for the proposed project or what

- 1 it's going to be shipping?
- 2 A. Well, again, before we get into this, I am
- 3 just going to say that I answered this same line of
- 4 questioning when Mr. Turner was asking me. And I
- 5 stated that these are the criteria for a new
- 6 certificate. I don't believe they apply to an
- 7 amending certificate.
- Q. And I know you're not a lawyer, right?
- 9 A. I am not a lawyer.
- 10 Q. So I just assume we can let the judges
- 11 decide that. But I would just like to know whether
- 12 the public need for service would be affected by the
- 13 amount of product that's going through a pipe if that
- 14 changes.
- Do you understand really what I am asking?
- 16 I don't have a lot of time.
- 17 A. Not exactly.
- Q. Well, this project originally started that
- 19 it was going to pump 400,000 barrels through a
- 20 36-inch pipe, correct?
- 21 A. Correct.
- Q. And there was a lot of testimony about it
- 23 was coming from multiple shippers. And that's all in
- 24 the record. Okay.

- 1 You understand now, don't you, that this
- 2 project has changed. There aren't multiple shippers
- 3 that are going to use this project, correct?
- 4 A. There are multiple shippers.
- 5 Q. Do you know who the shippers are?
- 6 A. I have the same information that you have.
- 7 Q. I don't have a lot of time.
- 8 A. I know it's Marathon and one other
- 9 undisclosed shipper.
- 10 Q. Now, the original proposal was to pump
- 11 400,000, but now it is 210,000 apparently, correct?
- 12 A. It's 300,000 is the capacity of the pipe.
- Q. Okay. Are you aware that there is only
- 14 210,000 barrels per day that's been committed for
- 15 this project?
- 16 A. Yes. They signed long-term contracts.
- Q. Are you aware that only -- they have had two
- 18 open shipping season signups, and that only two --
- 19 allegedly, two shippers have signed up for this?
- 20 A. That was the testimony we heard today.
- Q. You're aware of that?
- 22 A. I am aware of it.
- Q. Does that play in any way the change from
- 400,000 down to 210,000? Does that change the public

- 1 need for this project?
- 2 A. It's not 210,000. You keep saying that.
- 3 It's 300,000.
- 4 Q. What testimony have you seen from anybody,
- 5 any engineer in this project, that would suggest that
- 6 this pipe will handle 300,000 barrels of product per
- 7 day?
- 8 A. It was in their application.
- 9 Q. I know that number was in there. But you
- 10 didn't see any experts testify to that, did you?
- 11 A. There was no testimony put forth by
- 12 Enbridge.
- Q. There hasn't been any testimony about what
- 14 was in their application, submitted testimony that
- would talk to the actual amount of volume that will
- 16 go through a 24-inch pipe, correct?
- 17 A. Correct.
- 18 Q. Is it the Staff's custom and practice to
- 19 just accept what somebody puts down in an application
- 20 without any type of verification, whether it's asking
- 21 for experts or -- I mean, it just seems like -- I am
- 22 trying to understand how you can say this is
- 23 necessary if there is no testimony that there will --
- 24 this 24-inch pipe will actually ship 300,000 or

- 1 210,000.
- 2 How can you conclude that?
- 3 MR. OLIVERO: Your Honor, I guess I am going
- 4 to object, because I think that's inaccurate to say
- 5 that the Motion to Reopen wasn't verified. It was,
- 6 in fact, as I think all of the pleadings filed on
- 7 behalf and tendered into evidence today by Enbridge
- 8 were. Just for point of clarification.
- 9 JUDGE JONES: Was that an objection there?
- 10 MR. OLIVERO: The question assumed that
- 11 there was no verification. So I guess the question
- was misleading or misinformed or didn't contain all
- 13 the correct facts.
- JUDGE JONES: Are you objecting or are you
- 15 just pointing it out?
- MR. OLIVERO: I am pointing it out so a new
- 17 question can be asked by Mr. Pliura.
- JUDGE JONES: There is no objection to that
- 19 one.
- 20 Do you understand the question?
- 21 THE WITNESS: I think so.
- I mean, I am not sure what further
- 23 verification you wanted Staff to do. There is no
- 24 physical pipe in the ground that I can go measure or

- 1 take a flow rate of. So at some point, Staff has got
- 2 to rely upon verified statements made by the Company.
- 3 And sure, I could have sent a data request
- 4 saying is 300 correct. And they, I am sure, would
- 5 say, yes, we put that in our application. We affirm
- 6 that.
- 7 And I don't remember any intervening
- 8 testimony that questioned whether or not 300 was the
- 9 correct flow rate either.
- 10 Q. (By Dr. Pliura) I have got 15 minutes left
- 11 here. So is it correct that the Staff questioned
- whether the 24-inch line would ship less product?
- 13 A. Well, the application states that it will.
- Q. Okay. Did the Staff ask how does that
- 15 affect Enbridge's demand study?
- 16 A. We put that forward in that e-mail of
- 17 questions to the Company as possible things that we
- 18 might be interested in.
- 19 Q. And what demand study were you talking
- 20 about?
- 21 A. Probably the demand study that was done
- 22 initially in the original 2007 docket.
- Q. Okay. And is there anything in the
- 24 application that's been submitted into the evidence

- 1 in Exhibit 1 or Exhibit 2 that references how the
- 2 change in the pipe from 36 to 24 affects Enbridge's
- 3 demand study?
- 4 A. I don't think it's stated in that particular
- 5 way. They talk about how the demand has changed.
- Q. Is it correct that the Staff asked whether
- 7 Enbridge had lost shippers since 2007?
- 8 A. Where are you getting these questions from?
- 9 Q. I am just asking you questions.
- 10 A. If you're referring to the set of questions
- 11 that, like I said, was provided in an e-mail, those
- 12 weren't questions that we were posing to them. They
- 13 were, like I said, they were questions that were
- 14 brainstormed before we had any information about the
- 15 project being changed or what had changed with the
- 16 project.
- 17 And -- sorry, I lost my train of thought.
- 18 The questions were not necessarily posed in a way
- 19 that we demanded answers to those. Those were just
- 20 things that we thought might end up being important.
- 21 And then once the reopening Order came from the
- 22 Commission, the limited scope of that made some of
- 23 those questions irrelevant.
- Q. Did anybody -- have you seen any document

- 1 that references anything about why the Commission
- 2 changed its original Order and then came out with
- 3 this limited Order?
- 4 A. I have not.
- 5 Q. Are you aware of any e-mails that were
- 6 circulated?
- 7 A. No.
- 8 Q. Did anybody speak to or talk to Enbridge
- 9 after the Order came about?
- 10 A. Well, I can only tell you what I know. And
- 11 I don't know of any conversations.
- 12 Q. Does limiting -- I mean, do you understand
- 13 -- what is your understanding of the significance of
- 14 the change in the ICC Order where they apparently
- 15 concluded that word limited to the change of the
- 16 pipe?
- 17 A. I am not sure I follow your question.
- 18 Q. I guess what I am -- I am wondering, for
- 19 example, changing the pipe, doesn't that, if you
- 20 limit that to changing the pipe from 36 to 24, isn't
- 21 the change in the pipe also relevant as to how much
- 22 product is going to be shipped through that
- 23 particular pipe?
- A. It could. It could not. I mean, the old

- 1 pipe that was going -- that had a maximum of 400,000
- 2 a day, I don't recall if it was going to be operating
- 3 a full 400,000 a day, every day, or not.
- 4 Q. Well, is it correct then that you really
- 5 don't know, as you sit here, whether that was or
- 6 wasn't the case?
- 7 A. I didn't find that that change was relevant
- 8 given the scope of the reopening.
- 9 Q. If this particular project doesn't ship
- 10 210,000, would that have any bearing if it's
- 11 200,000 barrels per day, would that have any bearing
- on public need or public benefit?
- A. I mean, in my mind, it's still a benefit to
- 14 the public.
- Q. And what is that based on? What is that
- 16 comment based upon?
- A. Well, several things in my original 2007
- 18 testimony. It said that the benefits were that we
- 19 would be -- have a redundancy of pipeline network.
- 20 That if one pipeline went down that, you know, it's
- 21 good to have backup or other means of moving oil
- 22 throughout the country.
- I also mention that this pipeline would
- 24 bring in more sources of oil from friendly countries,

- 1 be it Canada or the United States. That would help
- 2 offset imports from potentially dangerous foreign
- 3 countries.
- 4 Q. I got about seven minutes left. So I want
- 5 to cut you off there and ask another question.
- 6 You're aware though, as you sit here now,
- 7 that all of the testimony that was in the record
- 8 about the heavy crude coming down from Canada that
- 9 was originally submitted in support of this
- 10 application, that is no longer the case.
- 11 You're aware of that, right?
- 12 A. I wouldn't say that's totally not the case.
- 13 I think that Enbridge has put forth that there is
- 14 going to be light and heavy crude mix shipped and
- 15 that they don't always know where the origin of the
- 16 product is going to come from.
- Q. Are you telling me then that the project, in
- 18 your opinion, hasn't changed from being primarily or
- 19 mainly a project for Canadian product to be shipped
- 20 down to the United States and now a project for light
- 21 oil?
- 22 A. I think I have said that is the case, that
- 23 the mix of heavy to light has changed. But the
- 24 pipeline, as it was -- the pipeline, as it was

- 1 ordered, originally didn't specify a weight of the
- 2 oil. It was just a petroleum pipeline. So that
- 3 project has not changed.
- Q. Okay. And there is no question that the
- 5 volume that's being proposed is different, correct?
- 6 A. The maximum volume is different.
- 7 Q. Do you know, as you sit here, how much
- 8 different the volume is from a 400,000 a day pipe to
- 9 I am sorry -- a 36-inch pipe versus a 24-inch pipe?
- 10 A. I think you just about answered your own
- 11 question. Going from 400,000 to 300,000.
- 12 Q. And no, I am not asking you that, Mark.
- I am asking you, do you know, are you
- 14 qualified to say how much a 24-inch pipe will be able
- 15 to transport versus a 36?
- 16 A. Well, I can figure up what the diameter
- 17 difference does to the cross-sectional area and
- 18 figure out what the size difference is.
- 19 Q. I just don't have much time.
- 20 Are you here to say today that you can
- 21 testify that the 24-inch pipe will transport certain
- volume per day and a 36-inch diameter pipe will
- 23 transport X amount?
- A. It's going to depend on what type of pumping

- 1 that they put on the pipeline. There's lots of
- 2 factors besides just the size.
- 3 Q. Sure, Mark. I am asking you a question.
- 4 You're not able to answer that question.
- 5 What are the volumes capable of going
- 6 through a 24 versus 36? You're not an expert, right?
- 7 A. I am an expert. I am an engineer.
- 8 Q. Mark, I am asking you about this project.
- 9 Okay. This particular project.
- 10 A. I understand.
- 11 Q. I don't see it in your testimony here. You
- 12 haven't submitted any testimony, right?
- 13 A. I did submit testimony.
- Q. That suggests what volume this project will
- be able or capable of transporting?
- 16 A. Probably not.
- Q. Really, that's what I am getting at. You
- 18 heard the Enbridge expert. I am sorry -- the
- 19 Enbridge individual who testified today said he
- 20 couldn't testify to the volume, correct?
- 21 A. You're characterizing his testimony. I
- 22 don't remember if that's correct or not.
- Q. Okay. All right.
- 24 Did you suggest that all of the filings be

- 1 -- with regard to the Motion to Reopen be sent to the
- 2 Pliura Intervenors and Turner Intervenors? Is that a
- 3 recommendation you made?
- A. I don't handle the filings. That's what my
- 5 counsel does.
- 6 Q. I just want you to answer my question
- 7 though.
- 8 A. I believe I just did answer it.
- 9 Q. Did you recommend to anyone that Enbridge
- 10 send copies of the Motion to Reopen to Pliura
- 11 Intervenors and Mercer Turner Intervenors and the
- 12 parties involved, the landowners?
- MR. OLIVERO: Your Honor, I am going to
- 14 object. I think that's beyond the scope of
- 15 Mr. Maple's duties as an engineer.
- DR. PLIURA: I am just asking if he did or
- 17 not.
- JUDGE JONES: I guess I am not sure, given
- 19 the earlier objection and the ruling on it, whether
- 20 that question includes communications with his
- 21 counsel.
- DR. PLIURA: I don't want any communications
- 23 with counsel.
- 24 THE WITNESS: I don't generally tell my

- 1 counsel how to make their filings as part of my job,
- 2 and I didn't do so in this case either.
- 3 Q. (By Dr. Pliura) I think the -- just look
- 4 through my notes here.
- 5 Does the Department have any records they
- 6 would keep of any phone logs or phone conferences
- 7 like this conference that the Staff and the Staff
- 8 counsel had with Enbridge?
- 9 A. I have no idea.
- 10 Q. You don't know.
- 11 How would that phone conference normally be
- 12 set up?
- 13 A. My counsel set up that phone conference. I
- 14 don't know how they did it.
- Q. Are you ever involved in setting up phone
- 16 conferences?
- 17 A. To the extent they ask me when I am
- 18 available, and I tell him I have time tomorrow. But
- 19 I don't contact the other parties or generally make
- 20 the phone calls.
- DR. PLIURA: Okay. I don't have any other
- 22 questions.
- JUDGE JONES: Thank you, Dr. Pliura.
- MR. TURNER: Your Honor, could I make sure I

- 1 get the record. Again, I don't know if I did, but I
- 2 want to ask for e-mails that have been testified by
- 3 Mr. Mark Maple.
- 4 MR. OLIVERO: If we can find that. There
- 5 was just one, I think he talked about, that we can
- 6 send you. And then we're going to check. I don't
- 7 know. John was sending me a note of when we first
- 8 communicated with Enbridge.
- 9 MR. TURNER: I want it in the evidence. And
- 10 you said to me if I got leave to put it in evidence.
- 11 Otherwise, I just want you to file it as an
- 12 evidentiary thing.
- 13 MR. OLIVERO: I think you can ask leave if
- 14 you want to go ahead and do that. That's fine.
- MR. TURNER: So you're going to send to me.
- And Judge, I have one thing. I had a motion
- 17 filed. And then you told Enbridge's counsel to be
- 18 specific twice about that motion, you know, about
- 19 answering.
- 20 And I was just curious. Am I assuming that
- 21 that motion was really denied, wasn't it? Because we
- 22 had our hearing today and I never got it extended. I
- 23 am just curious about -- and I am not asking for a
- 24 formal ruling either. I am just -- was it denied by

- 1 pocket or what? I am just asking.
- 2 JUDGE JONES: Are you talking about which
- 3 motion?
- 4 MR. TURNER: Well, there was one two days
- 5 ago that I filed.
- Or was it taken with the case?
- 7 JUDGE JONES: Well, it had different parts
- 8 to it. One was to cancel this hearing. And then a
- 9 notice went out that the hearing would go forward.
- There were some concerns expressed about the
- 11 DR responses. And subsequently, there were two
- 12 notices issued directing Enbridge to provide some
- 13 clarification.
- And then in one of the notices that went out
- 15 also extended the testimony -- supplemental testimony
- 16 filing date. So there was that.
- Beyond that, I don't really have anything
- 18 else to say about the motion at today's date.
- MR. TURNER: Thank you, Judge.
- MR. OLIVER: Your Honor, can I have two
- 21 minutes with my client to determine whether we would
- 22 have any redirect?
- JUDGE JONES: I don't know what to tell you.
- 24 We were supposed to be out of here at 5:30.

- 1 MR. OLIVERO: Can I have 30 seconds?
- 2 MR. TURNER: Your Honor, I would stipulate
- 3 that he can file written redirect if he'd like. I
- 4 have no problem with that.
- JUDGE JONES: Go ahead.
- 6 Mr. Olivero.
- 7 MR. OLIVERO: Your Honor, we would have no
- 8 redirect.
- 9 JUDGE JONES: Thank you.
- That concludes the questioning of Mr. Maple.
- There is some unfinished business, as was
- 12 noted. There was Intervener testimony and then there
- 13 are some other items that are still pending. I think
- 14 two of the Applicant's exhibits.
- 15 And I believe the plan is to schedule a
- 16 hearing date to be conducted by telephone as soon as
- 17 possible to take care of these open matters. No
- 18 witness will have to attend in person, certainly.
- 19 But I think it's also been indicated that there may
- 20 be some objections to the Intervenors' testimony. So
- 21 that may have some affect on what exactly happens
- 22 with that Intervener, with that Intervener testimony.
- 23 So there will not be anything scheduled
- 24 without providing an opportunity to all the parties

- 1 to come up with a date that works for all of you.
- 2 And then, in addition, there is addition to the above
- 3 matters. There is briefing schedules to be
- 4 implemented.
- 5 So those are the types of things that
- 6 remain. And I think the idea is that we'll schedule
- 7 that hearing by phone and then attempt to do all of
- 8 the above in a way that's as convenient as possible.
- 9 So does anybody have any questions about
- 10 that process?
- 11 DR. PLIURA: I do not.
- 12 JUDGE JONES: All right.
- 13 Also, our thanks to Dr. Pliura for finishing
- 14 up your cross examination by the -- in the timeframe
- 15 that you did.
- 16 At this time, let the record show that
- 17 today's hearing is concluded. In accordance with the
- 18 above, this matter is continued to a hearing date as
- 19 mentioned above with a specific date to be determined
- 20 at a later time. Thank you all.
- 21 (Hearing continued to a future date
- and time to be determined.)

23

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1	CERTIFICATE OF REPORTER
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3	
4	I, Angela C. Turner, a Certified Shorthand
5	Reporter within and for the State of Illinois, do
6	hereby certify that the hearing aforementioned was
7	held on the time and in the place previously
8	described.
9	
10	IN WITNESS WHEREOF, I have hereunto set my
11	hand and seal.
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18	Angela C. Turner IL CSR #084-004122
19	IL CSR #004-004122
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